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## PART III—SECTION 4

### Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices issued by Statutory Bodies

#### INDUSTRIAL FINANCE CORPORATION OF INDIA

##### SIXTEENTH ANNUAL REPORT

30th June, 1964

##### OFFICES OF THE CORPORATION

###### HEAD OFFICE :

Reserve Bank Building,  
6, Parliament Street,  
Post Box No. 363,  
NEW DELHI (Telephone Nos. 35381, 35382,  
35383 and 46467).

###### BOMBAY OFFICE :

Liberty Building,  
8, Marine Lines,  
Post Box No. 1045,  
BOMBAY-1. (Telephone Nos. 242075 and 241421).

###### CALCUTTA OFFICE :

23, Rajendra Nath Mukherjee Road,  
Third Floor,  
Post Box No. 2483,  
CALCUTTA-1. (Telephone Nos. 23-9781, 23-9782  
and 23-1293).

###### MADRAS OFFICE :

Keshav Bagh,  
38, Whites Road,  
Royapettah,  
Post Box No. 661,  
MADRAS-14. (Telephone Nos. 86595 and 85087).

##### NOTICE

Notice is hereby given that the SIXTEENTH ANNUAL GENERAL MEETING of the Shareholders of the INDUSTRIAL FINANCE CORPORATION OF INDIA will be held on Tuesday, the 29th September 1964, at 4.00 P.M. (Standard Time) in the Head Office of the Corporation, Reserve Bank Building, (2nd Floor), Parliament Street, New Delhi, to transact the following business :

1. The Balance Sheet of the Corporation and the Profit and Loss Account for the year ended the 30th June 1964, together with a report by the Board on the working of the Corporation during the year and the auditors' report on the said Balance Sheet and Accounts shall be read and considered.
2. To elect under Section 34 of the Industrial Finance Corporation Act, 1948, one Auditor duly qualified to act as Auditor of Companies under Section 226 of the Companies Act, 1956 (1 of 1956) by the parties mentioned in sub-section (3) of Section 4 of the Industrial Finance Corporation Act, namely scheduled banks, insurance companies, investment trusts and other like financial institutions, and co-operative banks, in place of Messrs. S. B. Billimoria and Company, Bombay, who retire but are eligible for re-election.

D. R. MADHOK  
General Manager

6th August 1964  
L310GI/64

##### INDUSTRIAL FINANCE CORPORATION OF INDIA

###### BOARD OF DIRECTORS

A. BAKSI

*Chairman*

DHIREN MITRA

S. D. SRINIVASAN

Elected to represent Insurance Companies, Investment Trusts and other like Financial Institutions.

R. M. DESHMUKH

P. S. RAJGOPAL

NAIDU

Elected to represent Co-operative Banks.

C. H. BHABHA

B. K. DUTT

B. K. MADAN

CHARAT RAM

Elected to represent Scheduled Banks.

Nominated by the Central Board of the Reserve Bank of India.

S. RANGANATHAN,

I.C.S.

M. V. MATHUR

S. R. VASAVADA

M. R. YARDI, I.C.S.

Nominated by the Central Government.

###### CENTRAL COMMITTEE

A. BAKSI

*Chairman*

R. M. DESHMUKH

DHIREN MITRA

Elected by the elected Directors.

S. RANGANATHAN,

I.C.S.

M. R. YARDI, I.C.S.

Elected by the nominated Directors.

###### BANKERS

RESERVE BANK

OF INDIA

###### AUDITORS

M/s. S. B. BILLIMORIA & CO

M/s. S. VAIDYANATH AIYAR & CO.

*Chartered Accountants.*  
*Chartered Accountants.*

##### MEMBERS OF THE ADVISORY COMMITTEES

###### ENGINEERING

A. BAKSI

*Chairman*

CHARAT RAM

M. V. MATHUR

D. P. ANTIA

B. D. KALELKAR

K. C. MAITRA

PRANLAL PATEL

P. R. RAMAKRISHNAN M.P.

<b>CHEMICALS</b>	A. BAKSI CHARAT RAM P. S. RAJAGOPAL NAIDU N. ADHIKARI K. A. HAMIED G. P. KANE G. S. LADDHA M. S. PATEL	<b>SUGAR</b>	A. BAKSI R. M. DESHMUKH P. S. RAJAGOPAL NAIDU K. P. JAIN D. D. PURI, M.P. VEDA P. SETHI V. P. VARDE
<b>TEXTILES</b>	A. BAKSI R. M. DESHMUKH M. V. MATHUR T. P. BARAT T. P. CHAKRAVARTI R. DORAI SWAMY, I. A.S. I. B. DUTT G. K. DEVARAJULU MADANMOHAN MAN- GALDAS	<b>MISCELLANEOUS</b>	A. BAKSI INDUSTRIES R. M. DESHMUKH S. D. SRINIVASAN B. D. KALELKAR G. P. KANE M. K. KAUL K. C. MAITRA V. RAMAKRISHNA SATYA PAUL VIRMANI

**HIGHLIGHTS OF OPERATIONS**

	As on 30-6-1963		As on 30-6-1964	
	Rupees in crores	Rupees in crores	U.S. \$ equi- valent in millions	
<b>Capital and Reserves</b>				
Paid-up Capital	7·00	7·00	14·70	
Reserves ..	3·00	4·09	8·59	
	10·00	11·09	23·29	
<b>Sanctions (Net)</b>				
—Rupee loans ..	117·22	134·29	282·01	
—Foreign Currency loans ..	8·85	16·89	35·47	
—Underwritings ..	7·46	12·31	25·85	
—Direct subscription ..	1·82	1·82	3·82	
—Guarantees for deferred payments ..	15·64	18·36	38·56	
—Guarantees for foreign loans ..	8·09	13·11	27·53	
TOTAL ..	159·08	196·78	413·24	
<b>Disbursements</b>				
—Rupee loans ..	80·05	94·23	197·88	
—Foreign currency loans ..	2·20	4·05	8·50	
—Underwritings ..	3·72	5·68	11·93	
—Direct subscription ..	1·82	1·82	3·82	
—Guarantees for deferred payments issued ..	12·76	13·50	28·35	
—Guarantees for foreign loans issued ..	2·02	5·17	10·86	
TOTAL ..	102·57	124·45	261·34	
<b>Outstandings</b>				
—Rupee loans ..	57·56	66·80	140·28	
—Foreign currency loans ..	2·20	3·83	8·04	
—Underwritings ..	3·25	5·21	10·94	
—Direct subscription ..	1·82	1·82	3·82	
—Guarantees for deferred payments issued ..	12·07	11·19	23·50	
—Guarantees for foreign loans issued ..	2·02	5·17	10·86	
TOTAL ..	78·92	94·02	197·44	
<b>Number of Projects financed</b>		(259)	(334)	
<b>Earnings for the year</b>				
—Gross income ..	3·95	5·07	10·65	
—Gross profit before taxation ..	1·68	2·27	4·77	
—Provision for taxation ..	0·85	1·02	2·14	
—Net Profit ..	0·83	1·25	2·63	

*Note.* Figures of net sanctions as on 30-6-1963 do not coincide with those given in the Annual Report for that year as financial assistance to the extent of Rs. 5·25 crores sanctioned up to that date has been subsequently withdrawn/cancelled.

## SUMMARY OF FINANCIAL OPERATIONS

(Crores of Rupees)

	Upto 30-6-1963						During the year ended 30-6-1964						TOTAL													
	Sanctions (gross)			Sanctions (net)			Amount disbursed			Sanctions (gross)			Amount disbursed			Sanctions (gross)			Cancellation			Sanctions (net)			Amount disbursed	Amount outstanding
	No.	Amount	Amount	No.	Amount	Amount	No.	Amount	Amount	No.	Amount	Amount	No.	Amount	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	
<b>1. Loans</b>																										
—Rupees	459	142.57	117.22	80.05	45	17.08	14.18	504	159.65	25.36	425	134.29	94.23	66.80												
—Foreign currency.	39	10.31	8.85	2.20	26	8.04	1.85	65	18.35	1.46	60	16.89	4.05	3.83												
<b>TOTAL :</b>	<b>498</b>	<b>152.88</b>	<b>126.07</b>	<b>82.25</b>	<b>71</b>	<b>25.12</b>	<b>16.03</b>	<b>569</b>	<b>178.00</b>	<b>26.82</b>	<b>485</b>	<b>151.18</b>	<b>98.28</b>	<b>70.63</b>												
<b>2. Underwritings</b>																										
—Equity shares	30	3.05	2.67	0.53	38	3.86	1.37	68	6.91	0.89	61	6.02	1.90	(c)2.09												
—Pref. Shares	21	2.81	2.36	0.91	27	1.55	0.59	84	4.36	0.50	43	3.86	1.50													
—Debentures	2	2.43	2.43	2.28	—	—	—	2	2.43	—	2	2.43	2.28	1.62												
<b>TOTAL :</b>	<b>53</b>	<b>8.29</b>	<b>7.46</b>	<b>3.72</b>	<b>65</b>	<b>5.41</b>	<b>1.96</b>	<b>118</b>	<b>13.70</b>	<b>1.39</b>	<b>106</b>	<b>12.31</b>	<b>5.68</b>	<b>5.21</b>												
<b>3. Direct Subscription</b>																										
—Debentures	1	1.82	1.82	1.82	—	—	—	1	1.82	—	1	1.82	1.82	1.82												
<b>4. Deferred payment guarantees</b>	<b>31</b>	<b>29.25</b>	<b>15.64</b>	<b>12.76</b>	<b>10</b>	<b>2.72</b>	<b>0.74</b>	<b>41</b>	<b>31.97</b>	<b>13.61</b>	<b>31</b>	<b>18.36</b>	<b>13.50</b>	<b>11.19</b>												
<b>5. Guarantees for foreign loans.</b>	<b>3</b>	<b>10.46</b>	<b>8.09</b>	<b>2.02</b>	<b>2</b>	<b>5.02</b>	<b>3.15</b>	<b>5</b>	<b>15.48</b>	<b>2.37</b>	<b>4</b>	<b>13.11</b>	<b>5.17</b>	<b>5.17</b>												
<b>GRAND TOTAL</b>	<b>586</b>	<b>202.70</b>	<b>159.08</b>	<b>102.57</b>	<b>148</b>	<b>38.27</b>	<b>21.88</b>	<b>734</b>	<b>240.97</b>	<b>44.19</b>	<b>627</b>	<b>196.78</b>	<b>124.45</b>	<b>94.02</b>												

(a) 32 cases cover both equity and preference shares.  
 (b) 29 cases cover both equity and preference shares.  
 (c) includes Rs. 0.19 crores in respect of convertible debentures devolved on the Corporation and subsequently converted into equity shares.

NOTE.—Figures of net sanctions as on 30-6-1963 do not coincide with those given in the Annual Report for that year as financial assistance to the extent of Rs. 5.25 crores sanctioned upto that date has been subsequently withdrawn/cancelled.

REPORT OF THE BOARD OF DIRECTORS OF THE INDUSTRIAL FINANCE CORPORATION OF INDIA FOR THE YEAR ENDED THE 30TH JUNE 1964 UNDER SECTION 35 OF THE INDUSTRIAL FINANCE CORPORATION ACT, 1948

The Board of Directors present herewith their Sixteenth Report on the working of the Corporation together with the Audited Statement of Accounts for the year ended the 30th June 1964.

REVIEW OF CORPORATION'S OPERATIONS

2. The financial assistance sanctioned and disbursed during the year is summarised in the following table :—

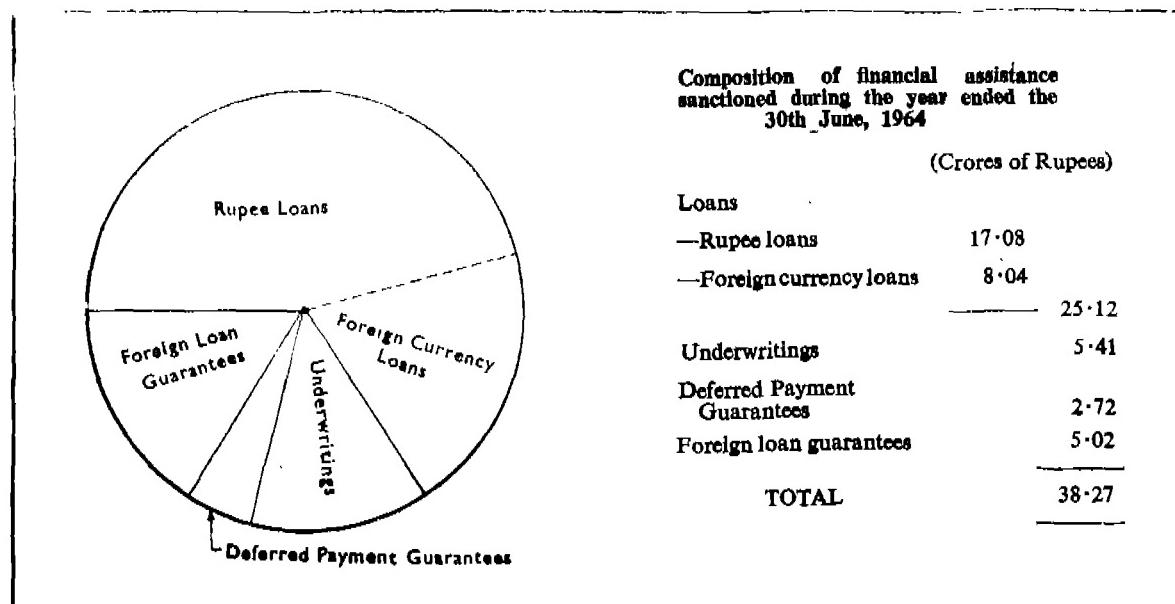
TABLE I'

(Crores of Rupees)

	Assistance sanctioned (gross)		Assistance disbursed
	Number of applications	Amount	
(i) Rupee loans ..	45	17.08	14.18
(ii) Foreign currency loans ..	26	8.04	1.85
(iii) Underwritings ..	40	5.41	1.96(a)
(iv) Guarantees for Deferred Payments ..	10	2.72	0.74(b)
(v) Guarantees for Foreign Loans ..	2	5.02	3.15(b)
<b>TOTAL:</b>	<b>123</b>	<b>38.27</b>	<b>21.88</b>

(a) Amount called up and paid up on shares which devolved on the Corporation.

(b) Guarantees actually issued.



3. As on the 30th June 1963, 81 applications for a total assistance of Rs. 3245.95 lakhs were under examination. During the year under review, 188 applications for financial assistance for an aggregate amount of Rs. 5884.77 lakhs were received. These were for rupee loans, foreign currency loans, underwritings, guarantees for deferred payments and guarantees for foreign loans. In all, 123 applications for a total assistance (gross) of Rs. 3827.38 lakhs were sanctioned to 90 concerns, during the year. Two applications for Rs. 17.50 lakhs were not sanctioned. Applications numbering 35 and accounting for an aggregate sum of Rs. 1309.09 lakhs were treated as lapsed or withdrawn because the applicant concerns could not obtain the clearance of the Capital Goods Committee or furnish the requisite information to the Corporation or made alternative arrangements for financing their projects.

At the end of the year, 109 applications from 74 concerns were pending. Out of the total, in 48 cases further information was awaited from the applicants and 6 were pending clearance by outside authorities. The number of applications more than six months old was 35.

#### Rupee and Foreign Currency Loans sanctioned during the year

4. During the year, 71 loans (both rupee and foreign currency) for an aggregate amount of Rs. 2511.77 lakhs were sanctioned to 63 concerns. Of these, 37 cases aggregating Rs. 1869.00 lakhs required the approval of the Central Government in terms of the provisions of the I.F.C. Act and the directives issued by the Government. No application for loans was rejected but 21 applications for loans aggregating Rs. 613.68 lakhs were treated as withdrawn or lapsed. The total amount of rupee and foreign currency loans disbursed during the year amounted to Rs. 1603 lakhs including a sum of Rs. 25 lakhs arising out of defaults in deferred payment instalments guaranteed by the Corporation and met by it.

5. The following table shows the foreign currency loans sanctioned during the year against 26 applications :—

TABLE 2

	Number of loans	Foreign Currency (in million)	Rupees in Lakhs
U.S. Dollars .. ..	10	9.44	449.54
West German Marks ..	19	28.17	335.32
French Francs ..	2	1.92	18.73
Japanese Yen ..	1	4.54	0.60
	32		804.19

Letter of Credit aggregating U.S.\$ 3.80 million and DM 2.05 million (total Rs. 205.62 lakhs) were opened during the year in favour of foreign machinery suppliers. Disbursements amounted to U.S.\$ 3.79 million and DM 0.33 million (total Rs. 184.44 lakhs).

#### Industrywise distribution of financial assistance sanctioned during the year

10. The position is shown in the following table :—

TABLE 4

Industry	Loans	Guarantees for Deferred Payments on Machinery and for Foreign Loans	Under-writings	Total	% of the whole	Number of units
Sugar .. ..	110.00	—	20.00	130.00	3.4	3
Textiles .. ..	449.95	131.90	56.00	637.85	16.7	20
Artificial Fibres .. ..	18.98	—	—	18.98	0.5	2
Wood & Cork .. ..	8.00	—	—	8.00	0.2	1
Paper .. ..	42.55	34.89	45.00	122.44	3.2	4
Rubber .. ..	70.00	—	14.00	84.00	2.1	3
Basic Industrial Chemicals .. ..	90.00	400.00	88.75	578.75	15.1	5
Miscellaneous Chemicals .. ..	116.87	—	5.00	121.87	3.2	2
Glass .. ..	135.03	—	10.00	145.05	3.8	7
Pottery .. ..	40.00	—	—	40.00	1.0	1
Cement .. ..	255.00	—	45.00	300.00	7.8	2
Iron & Steel .. ..	30.00	—	30.00	60.00	1.7	3
Non-ferrous Metals .. ..	270.00	103.45	10.00	383.45	10.0	4
Metal Products .. ..	506.91	104.44	104.00	715.35	18.7	15
Machinery .. ..	149.39	—	30.00	179.39	4.7	6
Electrical Machinery and Equipment .. ..	115.22	—	37.00	152.22	4.0	8
Motor Vehicles & Ancillaries .. ..	87.00	—	—	87.00	2.3	2
Bicycles .. ..	4.50	—	—	4.50	0.1	1
Petroleum products-Oil Refineries .. ..	—	—	46.18	46.18	1.2	1
Miscellaneous Industries .. ..	12.35	—	—	12.35	0.3	1
	2511.77	774.68	540.93	3827.38	100.0	91

#### Underwriting operations during the year

6. As on the 30th June 1963, 25 applications for an aggregate amount of Rs. 634.00 lakhs were under examination. During the year, 64 applications were received for underwriting facilities for an aggregate amount of Rs. 1462.42 lakhs of which equity shares accounted for Rs. 1100.97 lakhs and preference shares Rs. 361.45 lakhs. Sanction was accorded to 40 applications for underwriting for an aggregate amount of Rs. 540.93 lakhs comprising of equity shares of Rs. 385.93 lakhs and preference shares of Rs. 155.00 lakhs. While 7 applications for underwriting for an aggregate amount of Rs. 266.70 lakhs were either withdrawn or lapsed, 2 applications for underwriting for Rs. 17.50 lakhs were not sanctioned.

7. During the year, 25 issues in which the Corporation's underwriting amounted to Rs. 342.75 lakhs were placed in the market. The subscription list in respect of one issue in which the Corporation under wrote Rs. 10 lakhs of equity and Rs. 5 lakhs of preference shares, was not closed by the 30th June 1964. The extent of shares that devolved on the Corporation in respect of the remaining 24 issues is shown in the following table :—

#### Guarantees sanctioned during the year for deferred payment in respect of Plant and Machinery

8. As on the 30th June 1963, 10 applications for a total amount of Rs. 294.96 lakhs were under examination. During the year under review, 14 applications were received accounting for a total of Rs. 640.65 lakhs in respect of plant and machinery to be imported from abroad as well as to be purchased in India. Ten applications for an aggregate amount of Rs. 272.25 lakhs were sanctioned. No application was rejected but 7 applications amounting to Rs. 428.71 lakhs were withdrawn by the applicant concerns. Guarantees actually issued during the year aggregated Rs. 73.78 lakhs.

#### Guarantees sanctioned during the year for foreign currency loans from Financial Institutions Abroad

9. Two applications for guarantee of foreign currency loans were pending at the close of the year ended the 30th June 1963, and one application for guarantee of a loan in U.S. Dollars for an amount equivalent to Rs. 400.00 lakhs from the Exim Bank, Washington was received during the year under review. Out of the three, two for an aggregate amount equivalent to Rs. 502.43 lakhs were sanctioned. The third application was under examination. Guarantees to the extent of Rs. 314.81 lakhs were actually issued during the year.

TABLE 3

	(Lakhs of Rupees)
Amount underwritten	275.25
Amount involved on the Corporation	254.80
Preference shares ..	52.50
	49.64
TOTAL ..	327.75
	304.44

*State/Territory-wise distribution of financial assistance sanctioned during the year*

11. The position is shown in the following table :—

TABLE 5

(Lakhs of Rupees )

<i>State/Territory</i>	<i>Loans</i>	<i>Guarantees for Deferred Payments on Machinery and for Foreign Loans</i>	<i>Under-writings</i>	<i>Total</i>	<i>% of the whole</i>	<i>Number of units</i>
Andhra Pradesh .. .. .. .. ..	48·48	404·67	100·00	553·15	14·5	8
Bihar .. .. .. .. ..	180·00	—	11·00	191·00	5·0	3
Gujerat .. .. .. .. ..	279·49	34·89	66·25	380·63	9·9	10
Kerala .. .. .. .. ..	149·00	102·43	61·18	312·61	8·2	3
Madhya Pradesh .. .. .. .. ..	122·27	—	17·00	139·27	3·6	4
Madras .. .. .. .. ..	386·69	—	90·00	476·69	12·5	8
Maharashtra .. .. .. .. ..	441·35	65·56	99·50	606·41	15·8	18
Mysore .. .. .. .. ..	228·38	7·17	15·00	250·55	6·5	7
Orissa .. .. .. .. ..	—	—	20·00	20·00	0·5	2
Punjab .. .. .. .. ..	198·91	38·88	13·00	250·79	6·6	5
Rajasthan .. .. .. .. ..	36·00	—	—	36·00	0·9	2
Uttar Pradesh .. .. .. .. ..	122·05	120·02	33·00	275·07	7·2	9
West Bengal .. .. .. .. ..	311·15	1·02	15·00	327·17	8·6	10
Delhi .. .. .. .. ..	—	0·04	—	0·04	—	1
Andamans & Nicobar Islands .. .. ..	8·00	—	—	8·00	0·2	1
	2511·77	774·68	540·93	3827·38	100·0	91

12. Of the aggregate financial assistance of Rs. 3827.38 lakhs sanctioned during the year, a sum of Rs. 2776.53 lakhs was for new units and the balance of Rs. 1050.85 lakhs for the expansion, renovation and modernisation of existing units. Financial assistance to the extent of Rs. 3716.60 lakhs went to public limited companies and the balance of Rs. 110.78 lakhs to co-operative societies. The names of the concerns to whom financial assistance was sanctioned during the year are given in Appendix 'B' to this Report.

*Total operations from the 1st July 1948 to the 30th June 1964*

13. A summary of the total financial assistance sanctioned and disbursed by the Corporation during the last sixteen years and the amount outstanding as on the 30th June 1964 is given on page 8. The total gross financial assistance sanctioned during this period aggregated Rs. 240.97 crores. Cancellations and withdrawals accounted for Rs. 44.19 crores. The total net financial assistance amounted to Rs. 196.78 crores to 334 units. The amount disbursed in cash amounted to Rs. 105.78 crores. The position is summarized in the following table :—

TABLE 6

(Crores of Rupees)

	<i>Sanctions (net)</i>		<i>Assistance disbursed</i>
	<i>Number</i>	<i>Amount</i>	<i>Amount</i>
<i>Loans</i>			
Rupees .. ..	425	134·29	94·23
Foreign currency ..	60	16·89	4·05
<b>TOTAL</b>	<b>485</b>	<b>151·18</b>	<b>98·28(a)</b>

*Underwritings*

Equity shares ..	61(b)	6·02	1·90
Preference shares ..	43(b)	3·86	1·50
Debentures ..	2	2·43	2·28
<b>TOTAL ..</b>	<b>106</b>	<b>12·31</b>	<b>5·68(c)</b>

*Direct Subscription*

Debentures .. ..	1	1·82	1·82(c)
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*Guarantees for deferred payments .. ..*

.. ..	31	18·36	13·50(d)
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*Guarantees for loans from foreign financial institutions .. ..*

.. ..	4	13·11	5·17(d)
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**GRAND TOTAL ..****627****196·78****124·45**

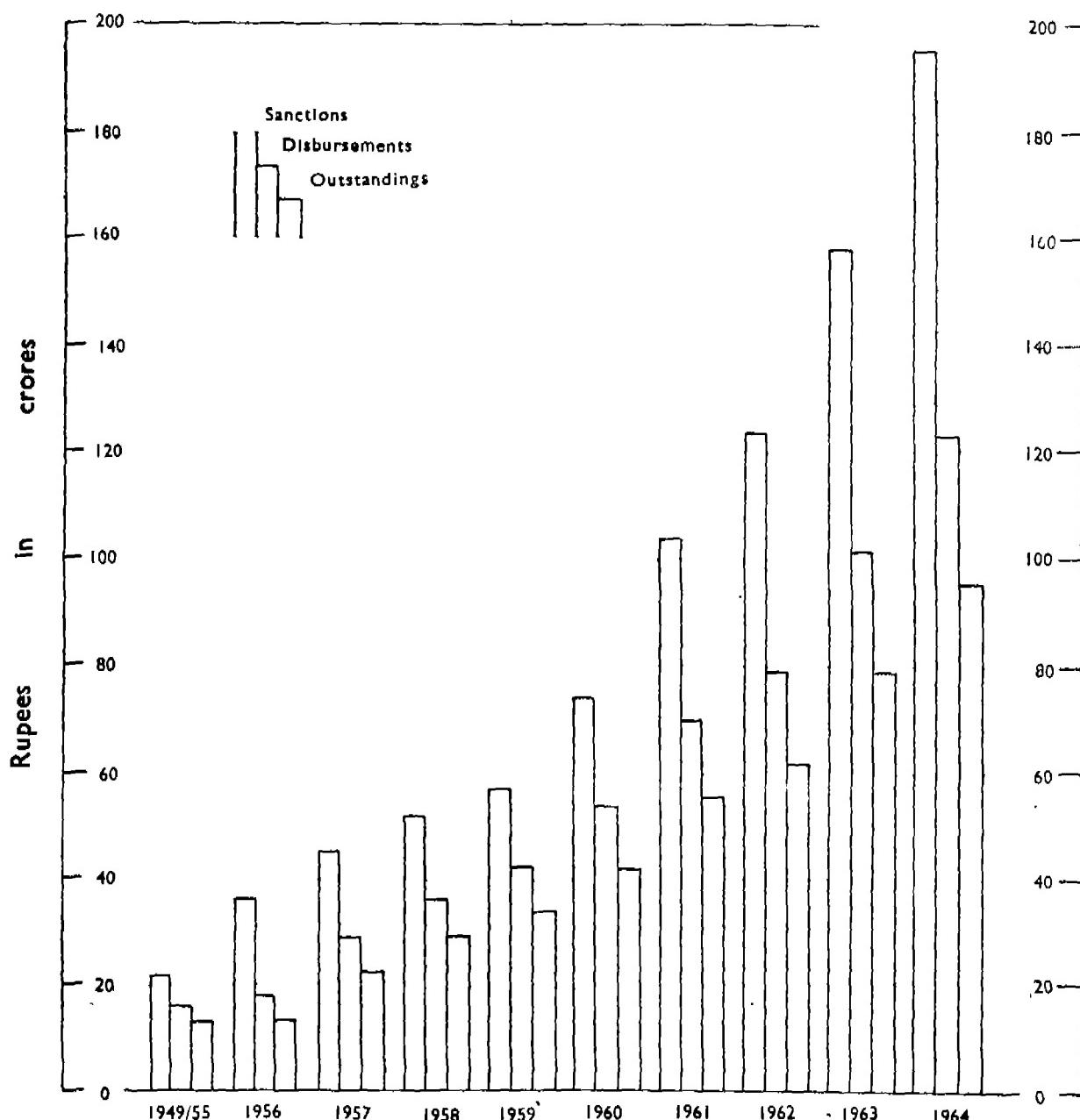
(a) Amount disbursed.

(b) 29 cases cover both equity and preference shares.

(c) Amount called up and paid-up.

(d) Guarantees actually issued.

**NET FINANCIAL ASSISTANCE SANCTIONED, DISBURSED AND OUTSTANDING  
FROM THE 1ST JULY, 1948 TO THE 30TH JUNE, 1964  
(CUMULATIVE)**



*Net financial assistance sanctioned and disbursed yearwise from the 1st July 1948 to the 30th June 1964*

14. The following table shows the net total financial assistance sanctioned and disbursed by the Corporation during each of the last sixteen years classified according to the Five Year Plans :—

TABLE 7

(Crores of Rupees)

Year ended 30th June	Net financial assistance sanctioned during the year			Amount disbursed during the year			Total
	Loans	Guarantees for Deferred Payments on Machinery/ Foreign Loans	Under-writings	Total	Loans	Guarantees issued for Deferred Payments on Machinery/ Foreign Loans	
<b>PERIOD PRIOR TO THE FIRST PLAN</b>							
1949 .. .. ..	3.25	—	—	3.25	1.33	—	1.33
1950 .. .. ..	2.90	—	—	2.90	2.08	—	2.08
1951 .. .. ..	1.98	—	—	1.98	2.38	—	2.38
<b>TOTAL</b> .. ..	<b>8.13</b>	—	—	<b>8.13</b>	<b>5.79</b>	—	<b>5.79</b>
<b>THE FIRST PLAN PERIOD</b>							
1952 .. .. ..	3.20	—	—	3.20	1.78	—	1.78
1953 .. .. ..	0.53	—	—	0.53	2.50	—	2.50
1954 .. .. ..	4.10	—	—	4.10	2.82	—	2.82
1955 .. .. ..	5.13	—	—	5.13	1.64	—	1.64
1956 .. .. ..	14.06	—	—	14.06	2.20	—	2.20
<b>TOTAL</b> .. ..	<b>27.02</b>	—	—	<b>27.02</b>	<b>10.94</b>	—	<b>10.94</b>
<b>THE SECOND PLAN PERIOD</b>							
1957 .. .. ..	9.15	—	—	9.15	9.78	—	9.78
1958 .. .. ..	5.93	1.82	0.75	8.50	8.33	—	8.33
1959 .. .. ..	2.76	0.27	0.87	3.90	7.48	—	8.14
1960 .. .. ..	13.58	4.84	0.10	18.52	8.41	2.09	10.67
1961 .. .. ..	19.30	7.60	1.84	28.74	6.62	7.92	0.48
<b>TOTAL</b> .. ..	<b>50.72</b>	<b>14.53</b>	<b>3.56</b>	<b>68.81</b>	<b>40.62</b>	<b>10.01</b>	<b>1.31</b>
<b>GRAND TOTAL</b> .. ..	<b>151.18</b>	<b>31.47</b>	<b>14.13</b>	<b>196.78</b>	<b>98.28</b>	<b>18.67</b>	<b>7.50</b>
<b>THE FIRST THREE YEARS OF THE THIRD PLAN</b>							
1962 .. .. ..	19.05	0.32	0.73	20.10	10.79	0.44	0.24
1963 .. .. ..	21.15	8.88	*4.99	35.02	14.11	4.33	*3.99
1964 .. .. ..	25.11	7.74	4.85	37.70	16.03	3.89	1.96
<b>TOTAL</b> .. ..	<b>65.31</b>	<b>16.94</b>	<b>10.57</b>	<b>92.82</b>	<b>40.93</b>	<b>8.66</b>	<b>6.19</b>
<b>GRAND TOTAL</b> .. ..	<b>151.18</b>	<b>31.47</b>	<b>14.13</b>	<b>196.78</b>	<b>98.28</b>	<b>18.67</b>	<b>7.50</b>
<b>124.45</b>							

\*Includes direct subscription of Rs. 1.82 crores.

*Rupee and foreign currency loans sanctioned from 1st July 1948 to 30th June 1964*

15. Up to the 30th June 1964, the Corporation had sanctioned 569 applications for loans (both rupee and foreign currency) for an aggregate gross amount of Rs. 178.00 crores. Cancellations and withdrawals of loans accounted for Rs. 26.82 crores. The net effective total sanction of loans as on the 30th June 1964 amounted to Rs. 151.18 crores. Against this, loans amounting to Rs. 10.16 crores were awaiting either the approval of the Central Government under the provisions of the IFC Act and directives issued thereunder or the clearance of the foreign credit institutions. Against the balance of Rs. 141.02 crores, the total amount disbursed up to the 30th June 1964 was Rs. 98.28 crores i.e. 70% of the net final sanctions.

16. The gross amount of foreign currency loans sanctioned by the Corporation up to the 30th June 1964 aggregated Rs. 1835.39 lakhs. Cancellations and withdrawals

accounted for Rs. 146.84 lakhs. As shown in the following table, the net amount of foreign currency loans sanctioned up to the 30th June 1964 was Rs. 1688.55 lakhs.

17. Up to the 30th June 1964, the Corporation had opened Letters of Credit aggregating U.S. \$ 10.12 million and DM 2.05 million (total Rs. 506.14 lakhs) in favour of foreign machinery suppliers. Disbursements made up to the 30th June 1964 amounted to U.S. \$ 8.42 million and DM 0.33 million (total Rs. 404.97 lakhs).

*Underwriting operations and direct subscription to capital up to the 30th June 1964.*

18. Up to the 30th June 1964, the Corporation had sanctioned 77 applications for underwriting of equity and preference shares and debentures for a net aggregate amount of Rs. 1230.64 lakhs made up of equity shares of Rs. 601.25 lakhs, preference shares of Rs. 386.39 lakhs and debentures of Rs. 243.00 lakhs.

TABLE 8

Currency of loans	Gross Sanctions			Cancellation/Adjustments			Net Sanctions		
	Number of loans	Foreign currency (in million)	Rupees (in lakhs)	Number of loans	Foreign currency (in million)	Rupees (in lakhs)	Number of loans	Foreign currency (in million)	Rupees (in lakhs)
U.S. Dollars .. .. ..	38	26.20	1247.69	4	2.42	115.30	34	23.78	1132.39
West German (DM) .. .. ..	34	41.32	491.90	1	1.58	18.80	33	39.74	473.10
French Francs .. .. ..	4	8.59	83.06	—	—	—	4	8.59	83.06
*Japanese Yen .. .. ..	2	96.52	12.74	2	96.52	12.74	—	—	—
	78	1835.39	7		146.84	71		1688.55	

\*As the beneficiaries of the Yen credit could not finalise their orders for plant and machinery from Japan within the terminal date viz., 30th June, 1963, the Yen loans had to be treated as cancelled.

Out of these, underwriting agreements in 54 cases for an aggregate sum of Rs. 972.64 lakhs had been executed and 53 issues, underwritten by the Corporation to the extent of Rs. 962.64 lakhs, had been placed in the market up to 30th June 1964. The subscription list in respect of one issue underwritten for Rs. 15 lakhs was not closed by the 30th June 1964. Six issues underwritten by the Corporation for Rs. 72.39 lakhs were fully subscribed by the public. As for the remaining 46 issues, involving an aggregate commitment of Rs. 875.25 lakhs, the Corporation was called upon to take up shares and debentures to the extent of Rs. 755.07 lakhs. The following table shows the break-up of the amount which devolved on the Corporation up to the 30th June 1964 :—

TABLE 9

(Lakhs of Rupees)

	Amount underwritten	Amount devolved on the Corporation
Equity shares .. ..	420.25	348.99
Preference shares .. ..	284.39	177.98
Debentures .. ..	243.00	228.10
	947.64	755.07

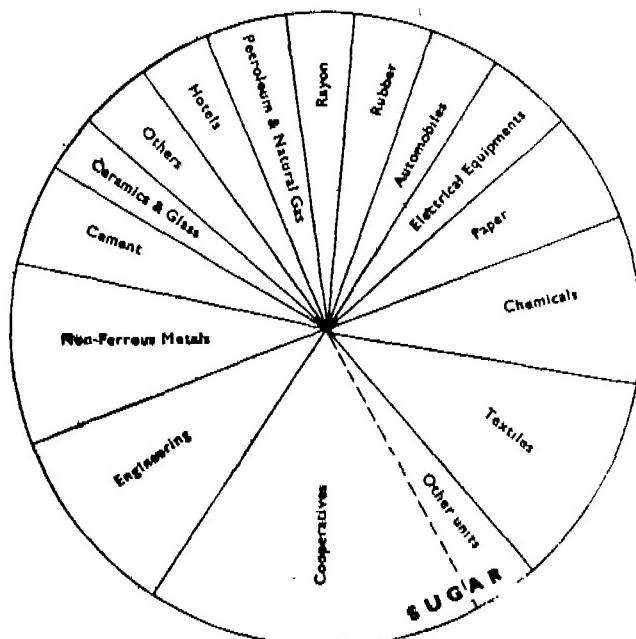
19. Up to the 30th June 1964, the Corporation had also directly subscribed to one debenture issue to the extent of Rs. 182 lakhs.

#### Guarantees for deferred payments sanctioned up to the 30th June 1964

20. Between the 21st December 1957 when the I.F.C. (Amendment) Act, 1957 authorised the Corporation to guarantee deferred payments and the 30th June 1964, the Corporation had sanctioned 41 applications for guarantees for deferred payments aggregating Rs. 3197.82 lakhs. Cancellations and withdrawals totalled Rs. 1361.77 lakhs. The amount of guarantees for deferred payments sanctioned up to the 30th June 1964 thus amounted to Rs. 1836.05 lakhs in respect of 31 applications. The total amount of guarantees actually issued up to the 30th June 1964 was Rs. 1349.36 lakhs.

#### Guarantees sanctioned for foreign currency loans from Financial Institutions Abroad up to the 30th June 1964

21. Up to the 30th June 1964 the Corporation had received 6 applications for guarantee of foreign currency loans to be obtained by applicant concerns from foreign banks/institutions for amounts totalling Rs. 1734.90 lakhs and had sanctioned 5 applications for an aggregate gross amount equivalent to Rs. 1548.06 lakhs. After accounting for cancellations and withdrawals of Rs. 236.63 lakhs, the net sanctions amounted to Rs. 1311.43 lakhs. Guarantees actually issued up to the 30th June 1964 totalled Rs. 516.82 lakhs.



Industry-wise distribution of financial assistance sanctioned upto 30th June, 1964

Crores of Rupees	
Sugar —Co-operatives	36.59
—Other Units	6.04
Textiles	42.63
Chemicals	22.70
Non-ferrous Metals	21.63
Engineering	21.08
Paper	15.97
Cement	9.35
Ceramics & Glass	7.15
Electrical Equipments	6.82
Automobiles	4.60
Rubber	4.13
Rayon	4.13
Petroleum & Natural Gas	3.50
Hotels	2.92
Basic Metals—Iron & Steel	2.33
Others	4.59
	196.78

#### CLASSIFICATION OF FINANCIAL ASSISTANCE SANCTIONED UP TO THE 30TH JUNE 1964 ACCORDING TO NEW UNITS AND EXPANSION, MODERNISATION AND RENOVATION OF EXISTING UNITS

22. The following table shows the classification of net financial assistance sanctioned up to the 30th June 1964 according to the above categories along with the total cost of the projects financed by the Corporation :—

TABLE 10

(Crores of Rupees)

Nature of the scheme	Total cost of the scheme	Net financial assistance sanctioned					Percentage of (6) to (2)
		Loans	Guarantees for Deferred Payments on Machinery and for Foreign Loans	Underwritings and Direct subscription	Total		
1	2	3	4	5	6	7	
New undertakings .. ..	426.68	102.64	21.72	12.80	137.16	32	
Existing undertakings for :							
(i) Diversification into new lines of production ..	10.32	2.85	1.11	—	3.96	38	
(ii) Expansion of existing lines of production ..	114.82	40.03	8.08	1.33	49.44	43	
(iii) Modernisation and rehabilitation ..	6.51	3.53	0.56	—	4.09	63	
TOTAL ..	558.33	149.05	31.47	14.13	194.65	35	
Loans sanctioned for other purposes e.g. working capital .. ..	—	2.13	—	—	2.13	—	
GRAND TOTAL ..	558.33	151.18	31.47	14.13	196.78	—	

### FINANCIAL ASSISTANCE TO THE CO-OPERATIVE SECTOR OF INDUSTRY

23. Net financial assistance sanctioned up to the 30th June 1964, to 51 co-operative sugar factories, 3 co-operative spinning mills and 1 co-operative unit for the extraction of vegetable oil amounted to Rs. 3785.62 lakhs. The State-wise and Industry-wise distribution of co-operative units financed is shown in the following table :—

TABLE 11  
(Lakhs of Rupees)

State	Number of units			Net sanction
	Sugar	Cotton Spinning	Vegetable Oil	
Andhra Pradesh ..	5	—	—	435.00
Assam ..	1	—	—	60.00
Bihar ..	—	1	—	24.70
Gujerat ..	3	—	—	142.50
Kerala ..	2	—	—	180.00
Madras ..	6	—	—	443.00
Maharashtra ..	20	1	—	1467.00
Mysore ..	4	—	1	295.25
Orissa ..	1	—	—	85.00
Punjab ..	5	—	—	331.00
Uttar Pradesh ..	4	1	—	322.17
<b>TOTAL ..</b>	<b>51</b>	<b>3</b>	<b>1</b>	<b>3785.62</b>

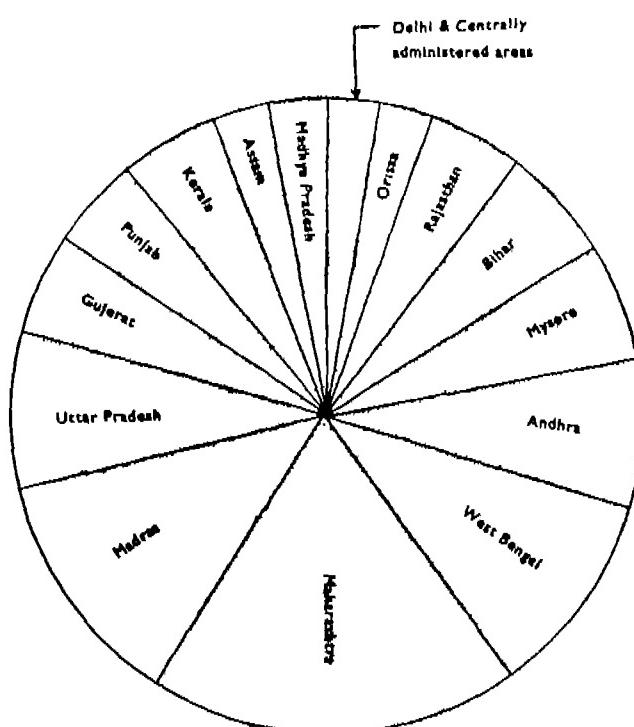
The net financial assistance to industrial co-operatives represents about 19% of the total net assistance sanctioned by the Corporation.

24. By its encouragement of the co-operative sector, the Corporation has helped in the dispersal of the sugar industry and has enabled hundreds of thousands of small agri-

visory Committee which consists of experts drawn from the public and private sectors having specialised knowledge of the particular industry, are invited. The Board of the Corporation thereafter takes a decision on each case keeping in mind the recommendations of the Advisory Committee. In the case of joint financing of a project, views are also exchanged on a confidential basis with other financial institutions whom an applicant may have approached simultaneously with the Corporation.

26. The Corporation is keen to finance projects which will make a useful contribution to the industrial development of the country within the framework of the Five Year Plans. It seeks to judge each project in the light of the several considerations involved, e.g. the kind and the quality of the contribution the project will make to the industrial development of the country, its technical and financial viability, its profit-earning capacity, the economic prospects of the industry, the integrity and experience of the promoters and their financial stake in the project, and the adequacy and competence of the technical and administrative management for the construction and operation of the project. Special attention is paid to projects in relatively under-developed areas and consideration is given, wherever necessary, to relaxation of normal terms and conditions to enable new units to operate successfully in such areas. The Corporation looks constructively at each project according to its needs and merits. Promoters are helped to modify their schemes, wherever necessary, so as to make them financially and technically viable.

27. The disbursement of a loan is made usually in instalments over the construction period of the project for the purposes agreed upon at the time of sanctioning the loan. Loans are given for productive purposes only e.g., purchase of new machinery, construction of factory buildings, and purchase of land for factory site. The Corporation's finance is not ordinarily available for working capital. While a project is under construction, the borrower is required to submit regular progress reports and the officers



Statewise distribution of financial assistance sanctioned upto 30th June, 1964

(Crores of Rupees)		
Maharashtra	34.00	Rajasthan
Madras	28.82	Kerala
West Bengal	19.79	Orissa
Andhra	15.11	Assam
Uttar Pradesh	13.80	Madhya Pradesh
Mysore	13.63	Delhi
Gujerat	12.60	Pondicherry
Bihar	11.86	Andamans & Nicobar Islands
Punjab	10.09	
		196.78

culturists to pool their savings and put these to productive use.

### CRITERIA ADOPTED FOR FINANCIAL ASSISTANCE

25. The Corporation appraises industrial projects for financial assistance as business risks and examines in detail their technical, financial and economic soundness. After a detailed examination of the project has been made by the technical and financial staff of the Corporation, the views of the Ad-

of the Corporation visit the project from time to time to verify the progress made. Throughout the currency of the loan, the Corporation keeps in close touch with the project by regular progress reports, audited and pro-forma balance sheets, periodical spot inspections by its officers and also by appointment of its nominees, wherever necessary, on the Boards of borrower concerns. The Corporation does not seek or take part in the management of the enterprises which it finances.

## RESOURCES

*Bonds*

28. No fresh issue of bonds was made during the year under review. The aggregate amount of the outstanding bonds at the end of the year was Rs. 28,24,48,200.

*Borrowings from the Central Government*

29. As on the 30th June 1963 the outstanding loans from the Central Government stood at Rs. 24.75 crores. During the year under review, a further sum of Rs. 11.00 crores was drawn, and a sum of Rs. 0.15 crores was repaid, the balance outstanding at the end of the year being Rs. 35.60 crores. Interest paid on borrowings from the Central Government remained unchanged at 5% per annum.

*Borrowings from the Reserve Bank of India*

30. Borrowings from the Reserve Bank were, as in the past, availed of during the year under review only when found unavoidable. The rate of interest on such borrowings continued at 4½% per annum.

*Borrowings in Foreign Currencies*

31. As mentioned in the previous Annual Report the Corporation has been able to secure two loans of U.S. \$ 20 million and 10 million from the Agency for International Development (AID) of the United States of America, two loans of DM 15 million and DM 25 million from the Kreditanstalt fur Wiederaufbau Frankfurt (German Bank for Reconstruction) and an equipment credit to the extent of 50 million Francs from the Banque Francaise du Commerce Exterieur (BFCE) Paris. The Agreements in respect of both the loans from the AID and the equipment credit from BFCE had been concluded before the close of the year ended the 30th June 1963. During the year under review the Agreement in respect of the loan of DM 25 million was executed between the Corporation and Kreditanstalt on the 24th October 1963. The various matters in connection with the finalisation

of the draft agreement in respect of the loan of DM 15 million from the Kreditanstalt were also finalised recently and the Agreement is expected to be concluded shortly.

32. Out of the AID loans aggregating U.S. \$ 30 million, the Corporation had sanctioned up to the 30th June 1964 effective sub-loans aggregating U.S. \$ 23.78 million. Out of the two loans aggregating DM 40 million from the Kreditanstalt, the effective sub-loans sanctioned by the Corporation up to the 30th June 1964 aggregated DM 39.74 million. The sub-loans sanctioned out of the credit of 50 million Francs from the BFCE aggregated 8.59 million Francs.

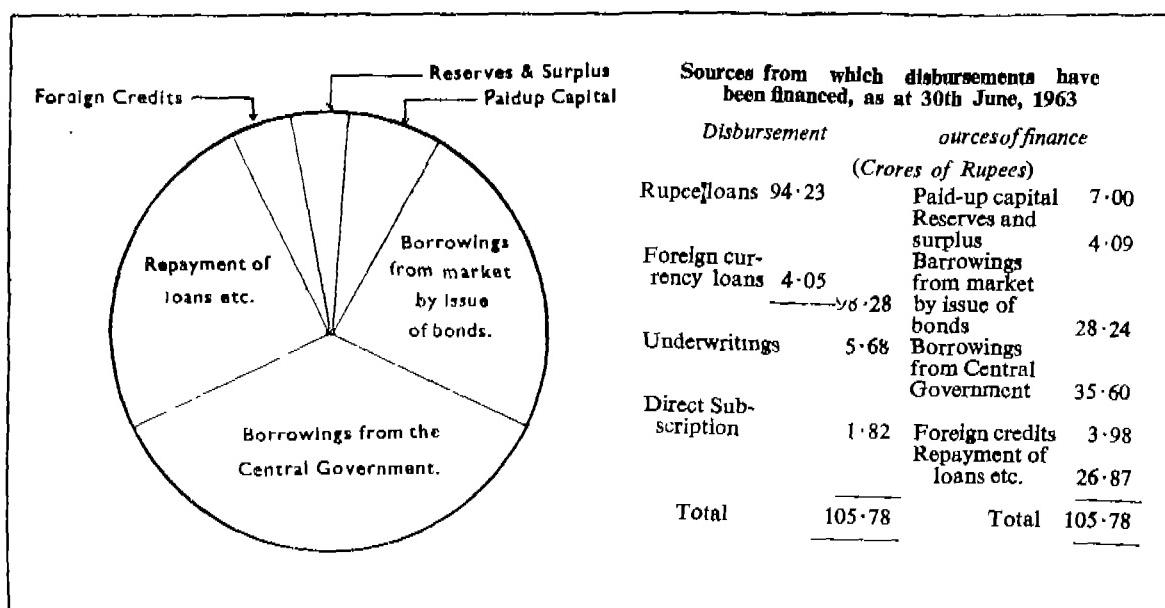
The Corporation has repaid to the AID U.S. \$ 150,000 (Rs. 7.14 lakhs) up to the 30th June 1964.

33. The Corporation is continuing its efforts to secure further lines of credits in U.S. Dollars, Deutsche Marks and other currencies, with a view to meeting the foreign exchange requirements of its borrowers.

*Sources from which IFC assistance has been financed*

34. The total amount of loans disbursed and shares and debentures devolved on the Corporation pursuant to the underwritings and those subscribed direct up to the 30th June 1964, aggregating Rs. 105.78 crores as mentioned in para 13 have been financed from the following sources :—

(Crores of Rupees)	As on 30-6-1964
Paid-up Capital .. . . . .	7.00
Reserves and surplus .. . . .	4.09
Borrowings from the market by issue of bonds .. .	28.24
Borrowings from the Central Government .. .	35.60
Foreign credits .. . . .	3.98
Repayment of loans etc. .. . .	26.87
	105.78

*Progress of repayments*

35. The following tables show the amounts which were due by way of payment of interest and principal as also the amount in default under each category as at the end of the last five years :—

TABLE 12

## Interest

(Lakhs of Rupees)

Up to the year ended 30th June	Total amount due* (cumulative)	Total amount received (cumulative)	Amount in default	Percentage of (3) to (1)	Principal			
					1	2	3	4
1960	921.35	910.58	10.77	1.17				
1961	1170.00	1167.04	2.96	0.25				
1962	1448.58	1445.95	2.63	0.18				
1963	1782.27	1777.69	4.58	0.26				
1964	2123.20	2109.10	14.10	0.66				

The increase in interest in default during the year is accounted for mainly by the difficulties faced by three

concerns owing to a shortfall in their resources for implementing the schemes for which financial assistance had been sanctioned by the Corporation.

TABLE 13

## Principal

(Lakhs of Rupees)

Up to the year ended 30th June	Total amount due* (cumulative)	Total amount received† (cumulative)	Amount in default‡ of (3) to (1)	Principal			
				1	2	3	4
1960	..	712.34	660.85	30.69	4.31		
1961	..	966.06	920.10	22.86	2.34		
1962	..	1263.69	1238.82	15.66	1.24		
1963	..	1625.00	1596.99	14.24	0.87		
1964	..	2074.88	2047.93	18.24	0.88		

\*excludes amounts which proved irrecoverable and consequently were written off.

†excludes extra repayments.

‡excludes amounts for which extension of time was granted.

36. Apart from the above defaults in payment of instalments of principal and interest on loans, defaults were committed by two concerns in payment of deferred payment instalments amounting to Rs. 24.72 lakhs which had been guaranteed by the Corporation and which were met by it. In addition, guarantee commission of Rs. 1.45 lakhs on deferred payments guaranteed by the Corporation was in arrears by one concern on the 30th June 1964.

37. Over and above the normal repayments of principal in terms of the mortgage documents, the Corporation had received up to the 30th June 1964 a sum of Rs. 698.87 lakhs from the borrower concerns on account of premature repayment of principal and sale of the mortgaged assets.

### *Rate of Interest*

38. The rate of interest charged by the Corporation on its rupee loans remained unchanged, during the year, at 7½% per annum, with a rebate of ¼% per annum for punctual payment of instalments of principal and interest. There was no change in the rate of interest charged during the year on the foreign currency loans (sanctioned out of the dollar credit), viz., 8½% p.a. less a rebate of ¼% p.a. for punctual payment of instalments of principal.

and interest (*net* 7½% p.a.) plus an extra ¼% p.a. to provide for incidental expenses. The rate of interest on the foreign currency loans (sanctioned out of the credits in French Francs and Deutsche Marks) has been fixed at 8½% p.a. less a rebate of ½% p.a. for punctual payment of instalments of principal and interest i.e. *net* 8% per annum.

### *Distribution of Shares*

39. There was no material change in the distribution of shares of the Corporation held by the various categories of shareholders. The distribution of shares on the 30th June 1964 was as under :—

<b>Central Government</b>	..	..	..	<b>20·0%</b>
<b>Reserve Bank of India</b>	..	..	..	<b>20·7%</b>
<b>Scheduled Banks</b>	..	..	..	<b>24·3%</b>
<b>Insurance Companies etc.</b>	..	..	..	<b>25·3%</b>
<b>Co-operative Banks</b>	..	..	..	<b>9·7%</b>
				<b>100%</b>

### **Profit and Loss Statement for the Year**

ACCOUNTS	(Lakhs of Rupees)	
	This Year	Previous Year
.. .. .. .. .. .. ..	507.28	394.72
.. .. .. .. .. .. ..	262.04	207.55
.. .. .. .. .. .. ..	18.18	19.55
.. .. .. .. .. .. ..	101.62	84.95
.. .. .. .. .. .. ..	381.84	312.05
	125.44	82.67

The net profit of Rs. 125.44 lakhs has been appropriated as under:—

### *General Reserve Fund*

41. A sum of Rs. 83.53 lakhs has been transferred out of the current year's profits to the General Reserve Fund.

In addition to the General Reserve Fund, there are the following Special Reserve Funds aggregating Rs. 144.11 lakhs :—

	<i>(Lakhs of Rupees)</i>
(1) Special Reserve Fund under section 32A of the Industrial Finance Corporation Act	50.00
(2) Special Reserve Fund under Section 36(1) (viii) of the Income Tax Act, 1961.. .	78.29
(3) Special Reserve Fund under Super Tax Act, 1963 .. . .	15.82
	<b>144.11</b>

The General and the Special Reserve Funds aggregate in all Rs. 393.72 lakhs.

There is in addition, a Reserve for Doubtful Debts amounting to Rs. 14.47 lakhs and a Reserve for Contingencies of Rs. 1.00 lakh. The Reserve Funds and other Reserves thus add up to nearly Rs. 409.19 lakhs.

*Special Reserve Fund Under Section 36(1)(VIII) of the  
Income Tax Act, 1961*

42. A sum of Rs. 22.66 lakhs has been transferred from the profits of the current year on the basis of 10% of the assessable income for the year to the Special Reserve Fund under Section 36(1)(viii) of the Income-tax Act, 1961. This raises the balance to the credit of the Fund to Rs. 78.29 lakhs.

### *Provision for Bad and Doubtful Debts*

43. A review of the loan accounts as at the end of the year shows a satisfactory position regarding bad and doubtful debts. The existing provision of Rs. 14.47 lakhs is, therefore, considered more than adequate and the Directors have decided not to make any fresh transfer to this account from the profits of the year under report. The Auditors have concurred in this.

### *Provision for Income-tax*

44. As the assessment proceedings in respect of the taxes payable by the Corporation for the accounting year ended the 30th June 1963 (assessment year 1964-65) were not finalised before the close of the annual accounts, adjustments in this behalf have not been made in the year's accounts. In respect of the accounting year ended the 30th June 1964, a sum of Rs. 101.62 lakhs has been provided in the accounts for taxation.

*Working results for the last 5 years*

45. A summary of the profit and loss account of the Corporation for the last 5 years is given in the following table :—

TABLE 14 (Lakhs of Rupees)

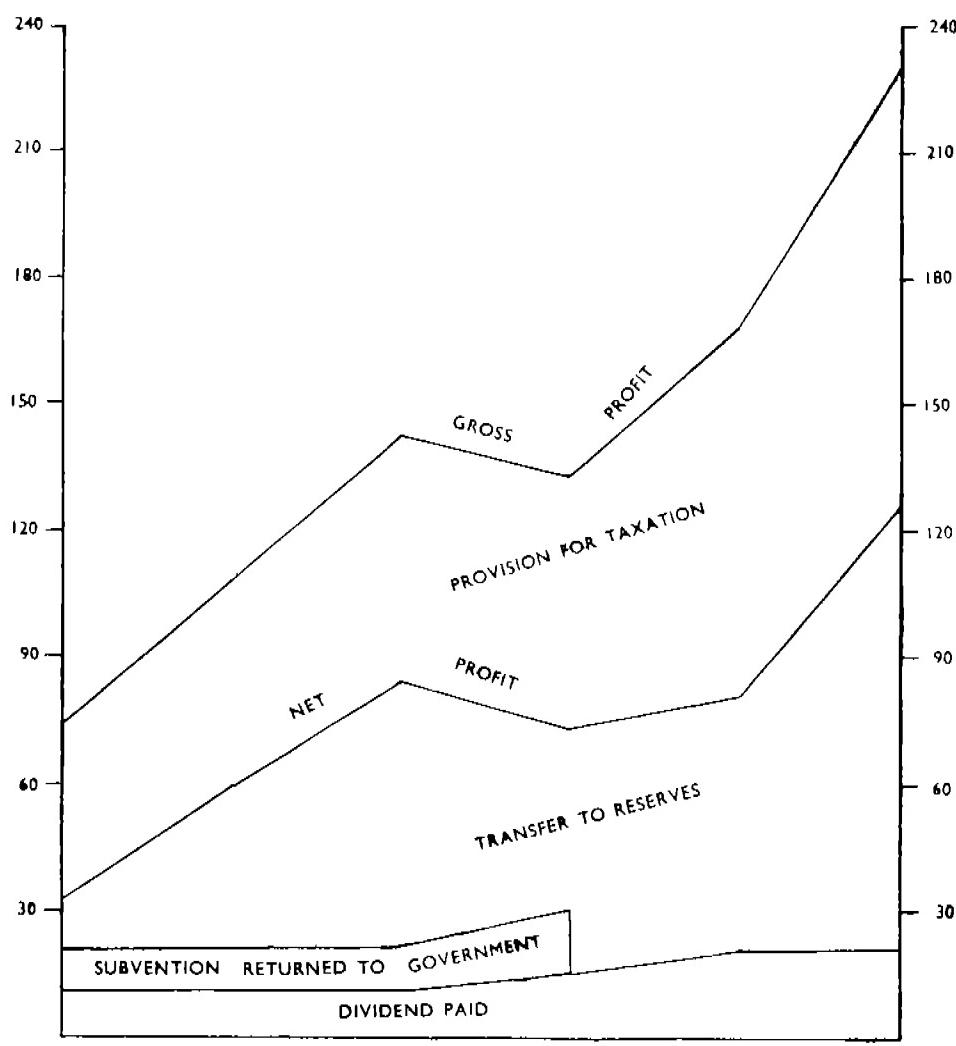
	For the year ended 30th June				
	1960	1961	1962	1963	1964
Interest earned	225.40	260.36	282.91	361.05	449.05
Other Income	25.48	38.50	21.27	33.67	58.23
<b>Total Income</b>	<b>250.88</b>	<b>298.86</b>	<b>304.18</b>	<b>394.72</b>	<b>507.28</b>
Interest Paid	128.22	146.76	158.80	207.55	262.04
Other Expenses	13.39	12.75	14.67	19.55	18.18
<b>Total expenditure</b>	<b>141.61</b>	<b>159.51</b>	<b>173.47</b>	<b>227.10</b>	<b>280.22</b>
<b>Gross Profit</b>	<b>109.27</b>	<b>139.35</b>	<b>130.71</b>	<b>167.62</b>	<b>227.06</b>
Provision for taxation	49.76	54.60	57.82	84.95	101.62
Reserve for depreciation on investments	—	—	2.00	—	—
<b>Net Profit</b>	<b>59.51</b>	<b>84.75</b>	<b>70.89</b>	<b>82.67</b>	<b>125.44</b>
To Reserves	38.26	63.50	39.21	63.42	106.19
Subvention returned to Government	10.00	10.00	18.00	—	—
Dividend	11.25	11.25	13.68	19.25	19.25
	<b>59.51</b>	<b>84.75</b>	<b>70.89</b>	<b>82.67</b>	<b>125.44</b>

It will be observed from the above table that compared to the previous year the total income of the Corporation during the current year increased by Rs. 112.56 lakhs. The gross profit recorded an increase of about Rs. 59.44

lakhs. The net profit increased from Rs. 82.67 lakhs to Rs. 125.44 lakhs. The appropriations to reserves during the year are higher by about Rs. 42.77 lakhs compared to the previous year.

IFC's PROFIT AND ITS APPROPRIATION  
DURING THE LAST SIX YEARS

(Lakhs of Rupees) (Lakhs of Rupees)



Year Ended 30th June

*Schedule Attached to the Balance Sheet*

46. A schedule showing particulars in respect of the loans and advances as on the 30th June 1964 is attached to the Balance Sheet.

*(i) Debts Partially Secured*

47. It will be observed from item (b) of the schedule that debts amounting to Rs. 2,61,496 are secured to the extent of Rs. 1,21,958. This sum of Rs. 2,61,496 represents the debt due from one concern which is at present under closure. The steps to be taken for recovery of the outstanding loan are under consideration. In working out the present value of assets of this concern which stand mortgaged to the Corporation, depreciation up-to-date at the full rates prescribed in the Income-Tax Rules has been taken into account.

*(ii) Debts Secured only by Personal Guarantee or Choses-in-Action*

48. It will be noted from item (c) of the schedule that debts aggregating Rs. 11,97,855 due from two concerns are outstanding under the above category. Steps for the recovery of the amount due are being taken.

*(iii) Interest of Directors in Loanees Concerns*

49. A statement showing an analysis of the figures shown at item (f) of the schedule attached to the Balance Sheet is given in Appendix 'A'.

There was no concern (*vide* Section 'A' of the statement) in which any director of the Corporation had interest as a nominee director of a State Government or a Co-operative Bank or Registrar of Co-operative Societies.

The loans due from concerns in which some of the Corporation's directors are only shareholders aggregate Rs. 3,77,30,575 (*vide* Section 'B' of the statement).

The details given in Section 'C' of the statement relate to one concern with outstanding loans of Rs. 18 lakhs in which a director of the Corporation has interest as a director of its managing agency concern. The loans to this concern were granted long before the above director became a director of the Corporation. The balance of Rs. 3,57,58,000 relates to concerns in which the directors of the Corporation are interested as directors (*vide* Section 'D'). Out of this, about 83% is in respect of loans sanctioned prior to the respective dates on which directors concerned became directors of the Corporation. It may be of interest to note that the aggregate of loans due from concerns in which the directors are interested in one form or the other and which were sanctioned after the concerned directors became directors of the Corporation i.e. Rs. 1.19 crores constitutes about 0.8% of the net total loans i.e. 151.18 crores sanctioned by the Corporation.

*Meetings of the Board and the Central Committee*

50. Eleven meetings of the Board were held during the year, eight at New Delhi and one each at Bombay, Calcutta and Madras. There was one meeting of the Central Committee during the year which was held at New Delhi.

*Advisory Committees*

51. The five Advisory Committees (one each for the Chemical, Engineering, Sugar and Textile Industries, and one for the rest, called 'Miscellaneous Industries' held 38 meetings in all during the year, and considered 88 applications for financial assistance from the Corporation.

*Audit by the Comptroller and Auditor General of India*

52. During the year, the Comptroller and Auditor General of India carried out the audit of the final accounts of the Corporation for the year ended the 30th June 1963 and also an audit for the period from the 1st April 1963 to the 30th June 1963. The Comptroller and Auditor General of India further carried out an audit of the accounts of the Madras Branch office of the Corporation for the period from the 1st April 1963 to the 31st March 1964.

*Report of the Estimates Committee of the Parliament*

53. As mentioned in paragraph 102 of the Fifteenth Annual Report, the Estimates Committee of the Parliament presented their Report on the Industrial Finance Corporation of India to the Lok Sabha on the 16th April 1963. The Corporation's comments on the Report were furnished subsequently to Government. In the light of these comments, Government have since sent to the Lok Sabha Secretariat their replies/comments on the various recommendations/conclusions of the Estimates Committee. Further action arising therefrom is under consideration by the Corporation.

*Amendments to the General Regulations of the Corporation*

54. Under Regulation 22(i) of the General Regulations of the Corporation, a poll at a general meeting could only be demanded in writing by 5 persons present and entitled to vote at such meeting. At the suggestion of one of the shareholders of the Corporation, holding a predominant majority of the shares of the class to which he belonged, the said Regulation was amended to provide for the demand of a poll by (a) at least 5 shareholders having the right to vote on the resolution and present through an authorised representative or by proxy, or (b) any shareholder or shareholders present through an authorised representative or by proxy having not less than one-tenth of the total voting power in respect of the resolution. This amendment came into force as from the 14th March, 1964. Another amendment to the General Regulations of the Corporation made during the year under report related to schedules 'C' and 'D' referred to under Regulations 51 and 51A, with a view to providing for more elaborate information in the returns to be furnished under sub-sections (1) and (2) respectively of Section 35 of the I.F.C. Act, 1948.

*General Review of Industries particularly in the fields in which the Corporation has rendered financial assistance*

55. A general review of industries financed by the Corporation up to the 30th June 1964 is given in Appendix 'F'.

*Board of Directors*

56. At the Annual General Meeting held on the 30th September 1963, Shri B. K. Dutt was elected to the Board under Section 10(1)(c) of the I.F.C. Act to represent scheduled banks in place of Shri M. Ct. Muthiah. Shri S. D. Srinivasan was elected under Section 10(1)(d) to represent insurance companies, investment trusts and other like financial institutions in place of Shri C. C. Desai. Shri P. S. Rajagopal Naidu was elected under Section 10(1)(e) to represent co-operative banks in place of Shri V. P. Varde. The Board place on record their appreciation of the valuable services rendered by Shri M. Ct. Muthiah, Shri C. C. Desai and Shri V. P. Varde. Under Section 10(1)(aa) of the I.F.C. Act, the Central Government nominated on the 12th March 1964, Prof. M. V. Mathur to be a director of the Corporation in place of Prof. A. K. Das Gupta resigned. The Board place on record their appreciation of the valuable services rendered by Prof. A. K. Das Gupta.

*Chairman*

57. Shri K. P. Mathrani, I.C.S., relinquished the Chairmanship of the Corporation on the 16th May 1964 on his appointment as Secretary to the Government of India, Ministry of Rehabilitation. Under Section 10(1)(a) of the I.F.C. Act, the Central Government appointed Shri A. Baksi, Joint Secretary to the Government of India, Ministry of Finance, Department of Economic Affairs, as the Chairman of the Corporation with effect from the 16th May 1964 (afternoon) in addition to his present duties in the Ministry of Finance, until further orders. The Board place on record their high appreciation of the valuable services rendered by Shri K. P. Mathrani.

*Auditors*

58. For the year ended the 30th June 1964, the Central Government appointed Messrs. S. Vaidyanath Aiyar & Co., New Delhi as Auditors of the Corporation. Further, at the Annual General Meeting of the shareholders of the Corporation held on the 30th September 1963, Messrs. S. B. Billimoria & Co., Bombay were re-elected as Auditors on behalf of the shareholders, other than the Central Government and the Reserve Bank of India, for the same period. Messrs. S. B. Billimoria & Co. will retire but are eligible for re-election.

*Acknowledgement of assistance received*

59. The Board wish to place on record their appreciation of the co-operation and assistance received from the various Ministries of the Government of India, such as Finance, Industry and Supply, Community Development and Co-operation, Transport, Department of Communications, Steel and Mines, Petroleum and Chemicals and the Department of Technical Development. The Board are also grateful to members who have served on the various Advisory Committees of the Corporation for their valuable assistance and advice, and also to the non-officials who have served as the Corporation's nominees on the Boards of Directors of various loanees concerns and State Financial Corporations.

*On behalf of the Directors*

*A. BAKSI  
Chairman*

**INDUSTRIAL FINANCE CORPORATION  
TO THE SHAREHOLDERS OF THE INDUSTRIAL**

We, the undersigned Auditors of the Industrial Finance holders upon the Balance Sheet and Accounts of the

We have examined the above Balance Sheet with the returns from the Branches, which returns are incorporated for explanations and information, such information satisfactory. In our opinion, the Balance Sheet is a true and correct view of the state of the affairs of the explanations given to us and as shown by the books of

*Bombay,  
Dated, 27th August 1964*

**INDUSTRIAL FINANCE  
NEW**

*Balance Sheet as at*

Previous Year	Capital and Liabilities	This Year		
		Rs	Rs	Rs
10,00,00,000	1 AUTHORISED CAPITAL 20,000 shares of Rs 5,000 each			10,00,00,000
5,00,00,000	<b>Issued, Subscribed &amp; Paid-up Capital.</b> 10,000 shares of Rs 5,000 each fully paid-up (Guaranteed by Government of India as to the repayment of principal and payment of minimum annual dividend at 2½% under Section 5 of the Industrial Finance Corporation Act)		5,00,00,000	
2,00,00,000	4,000 (Second Series) shares of Rs 5,000 each fully paid-up (Guaranteed by Government of India as to the repayment of principal and payment of minimum annual dividend at 4% under Section 5 of the Industrial Finance Corporation Act.)		2,00,00,000	7,00,00,000
7,00,00,000				
1,34,08,000	2 RESERVES AND RESERVE FUND (i) General Reserve Fund (under Section 32) Balance as per last Balance Sheet	1,66,08,000		
2,00,000	Transferred from Reserve for Depreciation on Investments			
30,00,000	Transferred from Profit & Loss A/c	83,53,000	2,49,61,000	
1,66,08,000				
41,04,675	(ii) Special Reserve Fund (under Section 32A) Balance as per last Balance Sheet	46,58,062		
5,53,387	Additions during the year	3,41,938	50,00 000	
46,58,062				
38,03,000	(iii) Special Reserve Fund (under Section 36(1) (viii) of the Income Tax Act, 1961) Balance as per last Balance Sheet	55,63,000		
17,60,000	Transferred from Profit and Loss Account	22,66,000	78,29,000	
55,63,000				
15,82,170	(iv) Special Reserve Fund under Super Profits Tax Act Balance as per last Balance Sheet	15,82,170		
	Transferred from Profit & Loss Account	—	15,82,170	
2,00,000	(v) Reserve for Depreciation on Investments Balance as per last Balance Sheet	—		
2,00,000	Transferred from Profit & Loss Account	—		
	Transferred to General Reserve Fund	—	—	
14,47,067	(vi) Reserve for Doubtful Debts Balance as per last Balance Sheet	14,46,894		
173	LESS Debts written off during the year	324	14,46,570	
14,46,894				
1,00,000	(vii) Reserve for contingencies Balance as per last Balance Sheet	1,00,000	1,00,000	4,09,18,740
2,99,58,126				
1,16,51,341	3. PROVISION FOR TAXATION (i) Income Tax Balance as per last Balance Sheet		1,38,65,068	
79,18,980	ADD Provision for the year		1,01,62,040	
1,95,70,321			2 40,27,108	
57,05,253	LESS Adjustments during the year		59,17,716	
1,38,65,068			1 81,09,392	
17,94,917	LESS Tax deducted at source	24,58,376		
54,01,523	Advance tax paid	74,65,193	99,23,569	
71,96,440				
66,68,628			81,85,823	

**OF INDIA**  
**FINANCE CORPORATION OF INDIA.**

Corporation of India, do hereby report to the Share-Corporation as on 30th June 1964.

Accounts and Vouchers relating thereto and the audited rated in the Balance Sheet, and report that where we have tion and explanations have been given and have been full and fair Balance Sheet containing all necessary parti-Act and the Rules of the Corporation so as to exhibit Corporation according to the best of our information and the Corporation.

S. B. BILLIMORIA & CO,  
S. VAIDYANATH AIYAR & CO  
*Chartered Accountants*

**CORPORATION OF INDIA,**

**DELHI,**

30th June, 1964

Previous Year	Property and Assets	This Year
Rs.	Rs.	Rs.
4,856	<b>1. CASH AND BANK BALANCES.</b>	
(i) In hand at Head Office and at Branches ..	..	5,899
(ii) With Banks (under Section 19).		
(a) Reserve Bank of India .. .. ..	34,39,535	
(b) Scheduled Banks .. .. ..	2,31,50,499	
(c) State Cooperative Banks .. .. ..	—	
(d) Bank of America .. .. ..	2,068	
(e) Commerz Bank AG. Frankfurt .. .. ..	3,016	2,65,95,118
1,77,48,168		2,66,01,017
1,77,53,024		
1,63,02,638	<b>2. INVESTMENTS AT COST.</b>	
(i) Under Section 20.		
(a) Securities of the Government of India .. .. ..	—	—
(b) Securities of the State Government .. .. ..	—	—
(c) Initial Capital of Unit Trust of India .. .. ..	21,00,000	21,00,000
1,62,25,000		
3,25,27,638	(ii) Under Section 23(1) (h).	
(a) Stocks .. .. ..	3,59,38,135	
(b) Shares .. .. ..	—	
(c) Bonds .. .. ..	1,62,25,000	5,21,63,135
1,82,00,000	(d) Debentures .. .. ..	
5,07,27,638	(iii) Under Section 23 (1) (i).	
(a) Debentures .. .. ..	1,82,00,000	1,82,00,000
59,76,19,837		7,24,63,135
(Rs. 5,58,14,295/- quoted—Market value Rs. 5,29,87,002/- Rs. 1,66,48,840/- unquoted).		
3. LOANS & ADVANCES.		
Total loans outstanding (as per schedule annexed) ..	..	70,63,11,239
18,00,000	<b>4. DIVIDEND DEFICIT ACCOUNT</b>	
Balance as per last Balance Sheet .. .. ..	—	—
LESS: Balance of Profit transferred from Profit & Loss Account .. .. ..	—	—
2,29,269	<b>5. PREMISES AT COST</b>	
29,561	Balance as per last Balance Sheet .. .. ..	—
2,58,830	Additions during the year .. .. ..	—
—	—	—
2,58,830	LESS: Depreciation upto last year .. .. ..	—
1,32,219	Depreciation for the year .. .. ..	—
14,021	—	—
1,46,240	<b>6. MOTOR CARS, CYCLES, FURNITURES, FIXTURES FITTINGS, ETC. AT COST.</b>	
—	Balance as per last Balance Sheet .. .. ..	2,58,830
1,46,240	Additions during the year .. .. ..	13,035
1,46,240	—	—
1,12,590	LESS: Cost of Assets sold .. .. ..	2,71,865
20,41,830	—	—
2,85,919	LESS: Depreciation upto last year .. .. ..	2,71,865
3,259	Depreciation for the year .. .. ..	1,46,240
23,31,008	—	—
Interest accrued:		
(i) On loans and advances .. .. ..	29,03,820	
(ii) On debentures .. .. ..	2,85,919	
(iii) On deposits with banks .. .. ..	9,168	

Previous Year	Capital and Liabilities	BALANCE	
		Rs.	This Year
Rs.	(ii) Super Profits Tax :	Rs.	Rs.
—	Balance as per last Balance Sheet .. .. ..	5,76,000	
5,76,000	ADD: Provision for the year .. .. ..	—	
5,76,000	LESS: Advance tax paid .. .. ..	5,76,000 1,56,800	4,19,200 86,05,023
5,76,000			
72,44,628			
4. BONDS AND DEBENTURES			
7,80,50,000	(i) 3 1/4% Bonds (Unsecured) redeemable in 1964. (Guaranteed by the Government of India under Section 21)	7,80,50,000	
4,56,47,400	(ii) 4 1/2% Bonds (Unsecured) redeemable in 1967. (Guaranteed by the Government of India under Section 21)	4,56,47,400	
4,38,30,800	(iii) 4 1/4% Bonds (Unsecured) redeemable in 1968. (Guaranteed by the Government of India under Section 21)	4,38,30,800	
16,75,28,200	(iv) 4% Bonds (Unsecured) redeemable in 1971 (Guaranteed by the Government of India under Section 21)	5,48,86,900	
5,48,86,900	(v) 4 1/2% Bonds (Unsecured) redeemable in 1974 (Guaranteed by the Government of India under Section 21)	6,00,33,100	
6,00,33,100	(vi) Debentures (Unsecured) redeemable in (Guaranteed by the Government of India under Section 21)	—	28,24,48,200
28,24,48,200			
5. FIXED DEPOSITS			
—	(under Section 22).		
6. BORROWINGS			
—	(i) From Reserve Bank of India		
—	(a) Secured by pledge of Government Securities of the face value of Rs. [under Section 21(3)(a)].	—	
—	(b) Secured by Bonds and Debentures issued by the Corporation of the face value of Rs. 3·50 crores [under Section 21(3)(b)]	—	
24,75,00,000	(ii) From Government of India [under Section 21(4)]	35,59,84,341	
2,18,14,022	(iii) In Foreign Currency .. .. ..	3,97,82,909	39,57,67,250
26,93,14,022			
7. SUBVENTION PAID BY GOVERNMENT OF INDIA			
On account of dividend under Section 5 read with Section 32.			
18,00,000	Balance as per last Balance Sheet .. .. ..	—	
18,00,000	LESS : Paid to Government of India .. .. ..	—	
—			
8. OTHER LIABILITIES			
27,27,354	Interest accrued and accruing—		
27,27,354	(a) On borrowings from Government of India under Section 21(4) .. .. ..	45,78,724	
31,26,404	(b) On Industrial Finance Corporation Bonds .. .. ..	31,26,404	
3,05,609	(c) On borrowings in Foreign Currency .. .. ..	6,97,616	
8,580	(d) On Sundry Deposits .. .. ..	14,520	84,17,264
61,67,947	Advance Guarantee Commission .. .. ..	6,50,332	
6,04,482	Sundry Creditors .. .. ..	43,62,859	
48,84,128	Interest held in suspense .. .. ..	1,69,124	
1,55,145	Industrial Finance Corporation Employee's Provident Fund Account .. .. ..	13,51,746	
11,58,227	Legal Charges Suspense .. .. ..	68,000	
42,800	Unclaimed Dividend .. .. ..	9,887	
1,575	Cheques received for collection per contra .. .. ..	30,58,630	
15,97,565	Commitment charges accrued on Foreign Currency Loans .. .. ..	970	
—	Difference in Exchange .. .. ..	10,213	1,80,99,045
1,46,11,869			
9. CONTINGENT LIABILITIES			
12,06,79,389	(a) Guarantees given (under Section 23 (1) (b) per contra)	11,18,93,156	
2,02,00,691	(b) Foreign loan Guarantees given (under Section 23 (1) (c) per contra)	5,16,82,152	16,35,75,308
14,08,80,080	(c) Underwriting contracts (under Section 23(1) (d) per contra)	76,25,000	17,12,00,308
38,00,000			
14,46,80,080			
31,68,280	10. PROFIT & LOSS ACCOUNT	19,25,000	
13,68,280	Balance as per last Balance Sheet .. .. ..	19,25,000	
18,00,000	LESS: Dividend for 1962-63 .. .. ..	19,25,000	

**SHEET (Contd.)**

Previous Year	Property and Assets			This Year
Rs.				Rs.
23,31,008	OTHER ASSETS: Interest accrued (Contd.)	..	..	31,98,907
3,517	(iv) On Advance to staff for conveyances	..	..	5,070
<b>23,34,525</b>				<b>32,03,977</b>
23,728	Commitment and other charges accrued	..	..	6,94,540
52,19,461	Sundry Debtors*	..	..	51,84,646
45,856	Advance to staff for conveyances	..	..	45,799
19,936	Stocks of Stationery	..	..	33,019
32,521	Telephone Deposit	..	..	36,087
15,97,565	Cheques lodged for collection or in hand pending collection per contra	..	..	30,58,650
15,138	Prepaid Expenses	..	..	21,052
26	Stamps on hand	..	..	26
<b>92,88,756</b>				<b>1,22,77,796</b>
14,08,80,080	8. GUARANTEES PER CONTRA	..	..	16,35,75,308
38,00,000	9. UNDERWRITING CONTRACTS PER CONTRA	..		76,25,000

Previous Year	Capital and Liabilities	This Year
Rs.	Rs.	Rs.
18,00,000		
18,00,000	<b>PROFIT &amp; LOSS (Contd.)</b> Balance transferred to Dividend Deficit Account ..	—
82,67,170	ADD: Profit for the year as per Profit & Loss Account ..	125,44,000
82,67,170		
17,60,000	LESS: Transferred to Special Reserve Fund (under Section 36(1) (viii) of the Income-tax Act, 1961) ..	22,66,000
15,82,170	Transferred to Special Reserve Fund under Super Profits Tax Act, 1963 .. .. ..	—
30,00,000	Transferred to General Reserve Fund .. .. ..	83,53,000      1,06,19,000      19,25,000
63,42,170		
19,25,000		
82,01,81,925		98,89,63,566
Contingent Liability on account of partly paid-up shares held as investment under Section 23(1) (h)		Rs. 1,41,58,085/-

S. B. BILLIMORIA & CO.

**D. R. MADHOK**  
*General Manager*

**S. VAIDYANATH AIYR & Co.**  
*Chartered Accountant*

A. BAKSI

**Shri C. H. Bhabha  
Shri Charat Ram  
Shri R. M. Deshmukh  
Shri V. G. Pendharkar  
Shri S. Ranganathan  
Shri M. R. Yardi**

*Director*  
" " "  
" "

**Shri Dhiren Mitra  
Shri B. K. Dutt  
Prof. M. V. Mathur  
Shri P. S. Rajagopal Naidu  
Shri S. D. Srinivasan**

**INDUSTRIAL FINANCE CORPORATION**  
Schedule showing particulars in respect of loans and

	Rs.
(a) Debts considered good in respect of which the Corporation is fully secured. Out of this—	67,64,18,191
(i) Loans amounting to Rs. 44,55,16,304 are also secured by the personal guarantee of Directors and/or Managing Agents of borrower concerns. (Of these, loans aggregating Rs. 3,64,50,020 are further secured by the guarantees of the Central and/or State Governments and loans aggregating Rs. Nil are guaranteed by Scheduled or Co-operative Banks).	
(ii) Loans amounting to Rs. 22,05,42,796 are also secured by the guarantees of the Central and/or State Governments.	
(iii) Loans amounting to Rs. 55,00,000 are also secured by the guarantees of Scheduled and/or Co-operative Banks.	
(b) Debts previously fully secured but now secured to the extent of Rs. 1,21,958 only	2,61,496
(c) Debts secured only by the guarantees of the Central and/or State Governments.	81,05,000
(d) Debts secured only by the guarantees of the Scheduled and/or Co-operative Banks ..	2,03,28,697
(e) Debts secured only by personal guarantees or choses in action .. . . .	11,97,855
Total of (a), (b), (c), (d), & (e) .. .	<hr/> 70,63,11,239
(f) Debts due by concerns in which the directors of the Corporation are interested as Directors and Shareholders, Directors or members of the Managing Agency concerns Of these—	7,52,88,575
(i) Debts aggregating Rs. Nil are due by Co-operative Societies in which Directors of the Corporation are interested as nominees of State Government or Co-operative Banks or Registrar of Co-operative Societies.	
(ii) Debts aggregating Rs. 3,77,30,575 are due by concerns in which the directors of the Corporation are interested as Shareholders only.	

## SHEET (Contd.)

Previous Year Rs.	Property and Assets	This Year	
		Rs.	Rs.
82,01,81,925			98,89,63,566

NOTE: \*The amount of Sundry Debtors includes :—

- (a) Rs. 43,25,000/- being balance (fully secured) of purchase consideration recoverable from Indio-Asahi Glass Co. Ltd., for assets of Sodepore Glass Works Ltd., (in Liquidation) sold to them.
- (b) Rs. 3,10,217/- being balance (fully secured) of purchase consideration and interest thereon recoverable from Zip Industries (Private) Ltd., for assets of Link Industries Ltd., (in Liquidation) sold to them,

## OF INDIA, NEW DELHI

advances referred to in the Balance Sheet as at 30th June, 1964

	Rs.
(iii) Debts aggregating Rs. 18,00,000 are due by concerns in which the Directors of the Corporation are interested as Directors or members of the Managing Agency concerns.	
(iv) Debts aggregating Rs. 3,57,58,000 are due by concerns in which the Directors of the Corporation are interested as Directors.	
(g) Total amount of loans disbursed during the year to concerns in which the Directors of the Corporation are interested as Directors and Shareholders, Directors or members of the Managing Agency Concerns.	73,00,000
(h) (i) Total amount of instalments whether of principal or interest of which default was made at any time during the year .. . . .	63,95,462
(ii) Total amount of instalments whether of principal or interest overdue at the end of the year .. . . .	58,51,067
(iii) Total amount of instalments whether of principal or interest overdue by concerns in which Directors of the Corporation are interested.	Nil.
(i) The following figures are not included in the schedule given above as they pertain to concerns on the Boards of which one of the Directors of the Corporation functions as the nominee of the Corporation and not in his personal capacity :—	
(a) Items (f) & f (iv) .. . . .	1,00,60,321
(b) Item (g) .. . . .	55,187
(c) Item h (iii) .. . . .	2,13,803
(ii) Debts amounting to Rs. 65,00,000 due by a concern in which two directors of the Corporation are interested as directors and one of them is also interested as a director of the Managing Agency Company are not included in category f (iii) but included in f (iv) only.	

D. R. Madhok  
General Manager

S. B. Billimoria & Co.  
S. Vaidyanath Aiyar & Co.  
Chartered Accountants

A. Baksi  
Chairman

## Profit &amp; Loss Account

Previous Year		This Year
Rs.	Rs.	Rs.
2,07,54,706	To Interest on Bonds, Debentures, etc. ..	2,62,04,352
	,, Salaries and Allowances:	
	(a) Chairman (including Rs. 3,242/- leave salary and pension contributions of Ex-Chairman and Rs. 6,000/- being provision for the remuneration of the Present Chairman pending Government approval) ..	53,759
56,553	(b) General Manager ..	28,150
26,700	(c) Others.. ..	13,16,328
11,38,512	(d) Provident Fund Contributions ..	68,959
58,523		
<b>12,80,288</b>		<b>14,67,196</b>
	<i>LESS : Amount recovered from borrower concerns for legal work done by the Corporation ..</i>	<i>3,08,400</i>
<b>2,17,850</b>		<b>11,58,796</b>
10,62,438		
9,450	To Director's Fees ..	7,700
3,700	To Committee Members' fees (other than Directors) ..	4,600
48,134	To Director's Travelling & Other allowances ..	44,341
39,202	To Committee Members' (other than Directors) Travelling and other allowances ..	49,657
—	To Travelling and other expenses of non-official Directors nominated by the Corporation ..	191
1,22,628	To Rent, Taxes, Insurance and Lighting ..	1,49,865
50,260	To Postage, Telegraphs, Stamps and Telephones ..	72,090
77,454	To Printing, Stationery and Advertisement ..	1,22,967
983	To Repairs ..	4,963
800	To Law Charges ..	604
10,000	To Audit Fees ..	10,000
14,021	To Depreciation ..	15,554
<b>3,76,632</b>		
	<i>To other Expenses:</i>	
28,141	To Agency Charges ..	—
2,305	To Books & Newspapers ..	6,810
11,673	To Medical Fees & Expenses ..	14,522
38,608	To Travelling Expenses ..	33,745
6,552	To Halting Allowances ..	5,043
3,588	To Maintenance of Motor Car ..	1,751
4,000	To Listing Fees ..	4,000
751	To Bank Charges ..	1,664
95,618	To Other Expenses (contd.) ..	67,535
39,232	To Expenses not Enumerated ..	45,694
46,119	To Interest on Employee's Provident Fund.. ..	55,422
<b>1,80,969</b>		<b>1,68,651</b>
—	To Commitment charges on Foreign Currency Loans ..	7,717
34,804	To Brokerage on Bonds ..	—
3,00,165	To Discount on Bonds ..	—
—	To Bad Debts written off ..	—
—	To Advances to staff written off ..	26
—	To Provision for doubtful debts ..	—
—	To Loss on sale of Investments ..	—
—	To Reserve for depreciation on Investments ..	—
—	To Assets written off ..	—
—	To Loss on sale of Assets ..	—
	<i>To Provision for Taxation:</i>	
79,18,980	Income Tax ..	1,01,62,040
5,76,000	Super Profits Tax ..	—
<b>89,94,980</b>		<b>1,01,62,040</b>
82,67,170	To Balance of Profit carried to Balance Sheet ..	1,25,44,000
<b>3,94,71,864</b>		<b>5,07,28,114</b>

D. R. MADHOK  
General Manager

for the year ended the 30th June, 1964.

**\*1) The item of 'Interest' does not include Interest amounting to Rs. 13,979/- on one account which has defaulted in payment of interest and principal. This amount is held in "Interest held in Suspense Account".**

(2) Interest on one account which is considered doubtful of recovery has not been taken into account.

S. B. BILLIMORIA & CO.  
S. VAIDYANATH AIYAR & CO.  
*Chartered Accountants*

A. BAKSI

## INDUSTRIAL FINANCE CORPORATION OF INDIA

## APPENDICES

*Appendix*

Debts due by concerns in which the Directors of the Corporation are interested	"A"
Statement of financial assistance sanctioned from 1-7-1963 to 30-6-1964	"B"
Analysis of net financial assistance sanctioned for various types of industries as per the International Standard Industrial Classification of all economic activities as on the 30th June, 1964	"C"(i)
State/territory-wise distribution of net financial assistance sanctioned as on the 30th June, 1964	"C"(ii)
Statement showing Industry-wise distribution of net financial assistance sanctioned upto the 30th June, 1964 in each State.	"D"
Statement showing classification of net financial assistance sanctioned as on the 30th June, 1964 according to amounts sanctioned for each industrial concern	"E"
General review of industries particularly in the fields in which the Corporation has rendered financial assistance	"F"

## APPENDIX 'A'

## DEBTS DUE BY CONCERN IN WHICH THE DIRECTORS OF THE CORPORATION ARE INTERESTED AS DIRECTORS AND SHAREHOLDERS, DIRECTORS OR MEMBERS OF THE MANAGING AGENCY CONCERN AS ON THE 30TH JUNE, 1964.

No. of Companies/ Societies	Date of sanction of loan	Amount of loan sanctioned	Amount due				Remarks
			In respect of loans sanctioned prior to the dates on which the concerned direc- tors became direc- tors of the Corpora- tion or acquired interest in the loanee concerns	In respect of loans sanctioned when the concerned directors were directors of the Corporation	Total	Rs.	
1	2	3	4	5	6	7	
		Rs.	Rs.	Rs.	Rs.	Rs.	
A. Debts due by Co-operative Societies in which the Directors of the Corporation are interested as nominees of State Governments or Co-operative Banks or Registrar of Co-operative Societies.							
		Nil	Nil	Nil	Nil	Nil	
B. Debts due by concerns in which the Directors of the Corporation are interested as shareholders only.							
1.	30-11-1961	60,00,000	@62,10,575	—			
2.	16-8-1949	25,00,000	7,70,000	—	47,00,000		
	*28-9-1962	47,00,000	—				
3.	25-6-1955	1,00,00,000	1,26,00,000	—			
	*27-6-1958	50,00,000	—				
4.	28-12-1961	12,00,000	—	11,00,000			
5.	19-6-1954	75,00,000	—				
	*17-12-1955	25,00,000	42,00,000	—			
6.	28-7-1960	60,00,000	58,00,000	—			
7.	21-4-1960	25,00,000	23,50,000	—			
Total of B		4,79,00,000	3,19,30,575	58,00,000		3,77,30,575	
C. Debts due by concerns in which the Directors of the Corporation are interested as Directors or Members of the Managing Agency Concerns.							
1.	23-4-1949	43,00,000	—				
	*30-8-1950	7,00,000	18,00,000	—			
	*2-4-1957	9,00,000	—				
Total of C		59,00,000	18,00,000	—	18,00,000		
D. Debts due by concerns in which the Directors of the Corporation are interested as Directors.							
1.	9-6-1960	2,43,00,000	2,23,00,000	—	45,00,000		
	*29-3-1962	50,00,000	—				
t2.	8-10-1949	20,00,000					
	*21-6-1952	16,00,000	—				
	*26-6-1956	30,00,000	65,00,000	—			
	*9-6-1960	40,00,000	—				
3.	31-1-1963	54,00,000	—	16,00,000			
4.	31-3-1960	15,00,000	8,58,000	—			
Total of D		4,68,00,000	2,96,58,000	61,00,000	3,57,58,000		
Total of A,B,C & D		10,06,00,000	6,33,88,575	1,19,00,000	, 7,52,88,575		

\*Additional loan

†The loans due from a concern in which two Directors of the Corporation are interested as Directors and one of them is also interested as a Director of the Managing Agency Concern are not shown under Section 'C' but have been shown under Section 'D' only (vide item No. 2).

## APPENDIX 'B'

## STATEMENT OF FINANCIAL ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA FROM THE 1ST JULY, 1963 TO THE 30TH JUNE, 1964

(Lakhs of Rupees)

Sl. No.	Name of the Company or Society	Name of the Managing Agents/ Managing Direc- tors/Chairman/ President of the Board of Direc- tors/Secretaries and Treasurers.	Location of the factory	Amount of financial assistance sanctioned								Purpose for which Sanctioned
				Rupee loans.	Foreign currency loans	Rupee equiva- lent	Underwriting			Guarantees for deferred payment	Guarantees for foreign currencies	
1	2	3	4	5	6	7	8	9	10	11	12	

## ANDHRA PRADESH

1.	M/s. Andhra Foundry and Machine Co. Ltd.	M/s. Harish-chandra Prasad & Associates, Managing Agents.	Moula Ali, Hyderabad Dist.	—	—	8.00	2.00	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 24,000 tons p.a. of cast iron spun pipes on the basis of double shift working.
2.	M/s. Coromandel Fertilizers Ltd.	Mr. Luther Leo Powell, Managing Director.	Vishakhapatnam.	—	—	75.00	—	—	—	—	400.00 in U.S. dollars	For financing the Company's scheme of setting up a factory for the manufacture of 3.65 lakh tons of ammonia Phosphate and 16,500 tonnes of urea per annum.
3.	M/s. Penguin Textiles Ltd.	M/s. Kamila Management (P) Ltd., proposed Managing Agents.	Secunderabad.	—	—	5.00	2.50	—	—	—	—	For financing the Company's scheme of setting up a cotton spinning mill of 12,096 spindles.
4.	M/s. Sarvaraya Textiles Ltd.	Sarvaraya Agencies Pvt. Ltd., Managing Agents.	Existing Kakinada, (Addl) Distt. East Godavari Proposed Vizianagaram, Distt. Vishakhapatnam.	32.00	—	—	—	—	—	—	—	For financing the Company's expansion scheme to instal 7480 additional spindles at its existing cotton textile unit at Kakinada and to establish a new cotton textile unit of 12,000 spindles at Vizianagaram.
5.	M/s. Shree Akkamamba Textiles Ltd.	M/s. Prashad & Co., Managing Agents.	Venkatara-yapuram, (Addl) Tanuku, West Godavari Distt.	11.00	—	—	—	—	—	4.67	—	For financing the Company's expansion scheme of putting up 6,000 additional spindles and certain balancing equipment in the existing units.
6.	M/s. Sirsilk Ltd.	M/s. Birla Bros. (P) Ltd., Managing Agents	Sirpur Kaghanagar Distt. Adilabad	—	2.98 in DM	—	—	—	—	—	—	For financing the import of two acetylators with accessories from West Germany to replace the existing acetylators which had worn out.
7.	M/s. Telangana Spg. & Wvg. Mills Ltd.	M/s. Wana Industries (P) Ltd., Managing Agents.	Hyderabad.	—	—	5.00	2.50	—	—	—	—	For financing the Company's scheme of setting up a new cotton textile spinning mill with 12,096 spindles.

## BIHAR

8.	M/s. Ashok Paper Mills Ltd.	Shri B. L. Darbhanga	25.00 (Addl)	—	—	—	—	—	—	—	—	For financing a part of the increased cost of the scheme for setting up a factory for the manufacture of paper with an installed capacity of 50 tons per day.
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APPENDIX 'B'—*Contd.*

1	2	3	4	5	6	7	8	9	10	11	12
<b>BIHAR—<i>Contd.</i></b>											
9.	M/s. Kalyan-pur Lime and Cement Works Ltd.	Shri C.P. Sinha, Chairman.	Banjari, Distt. Shahabad	45.00 (Addl.)	19.75 in D.M. 60.25 in U.S. \$	—	5.00	—	—	—	For financing the Company's scheme of expansion for increasing the production by two lakhs tonnes of cement per annum.
10.	M/s. Mahalakshmi Fibres & Industries Ltd.	(1) Sri Mohan-lal Nopany; (2) Sri Shiva Prashad Nopany; & (3) Shri Har Prashad Nopany. Principal Directors.	Ranchi	30.00	—	4.00	2.00	—	—	—	For financing the Company's scheme of putting up a new cotton textile spg. mill of 12,320 spindles.
<b>GUJARAT</b>											
11.	M/s. Arunoday Mills Ltd.	M/s. Star Textile Agency, Proposed Managing Agents.	Morvi, Distt. Rajkot	—	—	3.00	5.00	—	—	—	For financing the Company's scheme of setting up a new Cotton textile spinning mill of 12,000 spindles.
12.	M/s. Alembic Glass Industries Ltd.	M/s. Nishechi Services, Managing Agents.	Baroda	40.00	—	—	—	—	—	—	For financing the expansion of the Company's existing glass factory at Baroda by the installation of machinery for the production of glass insulators with an installed capacity of 10,800 tons per annum.
13.	M/s. Arvind Ceramics Ltd.	A new partnership firm with Sar-vashri Arvind Narottam Lal-bhai, Niranjan Narottam Lal-bhai and some of their relatives as partners is proposed to be appointed as Managing Agents.	Ahmedabad	— (in DM)	40.00	—	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of high tension and low tension porcelain insulators with a total capacity of 2400 tons per annum.
14.	M/s. Associated pulp & Paper Mills Ltd.	(1) Shri Bansilal H. Shah (2) Shri Kalidas G. Desai. Managing Directors.	Bavla	14.00	—	5.00	—	—	34.89	—	For financing the Company's scheme of setting up a factory for the manufacture of speciality papers such as base paper for waxing, laminating and sensitising paper & boards with an installed capacity of 4800 tons p.a.
15.	M/s. Central Pulp & Paper Mills Ltd.	Shri M. S. Parkhe, Managing Director.	Fort Son-gad, Distt. Surat.	—	—	20.00	20.00	—	—	—	For financing the Company's scheme of putting up a factory for the manufacture of 75 tons of paper grade pulp per day.
16.	M/s. Galileo Instruments Ltd.	Shri C. C. Desai, Chair-man.	Baroda	—	—	5.00	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 60,000 house service meters per annum on single shift basis.

APPENDIX 'B'—*Contd.*

1	2	3	4	5	6	7	8	9	10	11	12
GUJARAT— <i>Contd.</i>											
17.	M/s. Gujarat Machinery Manufacturers Ltd.	M/s. Prefabricated Structures, Private Ltd., Proposed Secretaries Treasurers.	Karamsad	35.00	—	2.00	—	—	—	—	For financing the Company's Scheme of— (a) increasing the production of steel structures up to an installed capacity of 4800 tons p.a. and (b) for undertaking the manufacture of glass lined vessels with an installed capacity of 400 to 480 vessels of 1000/3000 litres capacity.
18.	M/s. Kutch Salt & Allied Industries Ltd.	M/s. Madhu-kand Hiralal & Co. Managing Agents.	Jakhau and Kandla Distt.    Kutch	—	—	6.25	—	—	—	—	For financing the Company's scheme of developing a new salt works at Kandla with an installed capacity of 2,25,000 tons p.a.
19.	M/s. Mahendra Mills Ltd.	M/s. Patel & Company, Managing Agents.	Kalol, Distt. Mehsana	150.00 (Addl.)	—	—	—	—	—	—	For financing the Company's scheme of setting up a third cotton textile unit with a complement of 25,000 spindles and 500 automatic looms under the Export Promotion Scheme of the Government of India.
KERALA											
20.	M/s. Cochin Refineries Ltd.	Shri N.N. Kashyap, I.C.S. Chairman	Cochin	—	—	46.18	—	—	—	—	For financing the Company's scheme of setting up a petroleum refinery at Cochin with a design capacity to refine approximately 50,000 barrels per day or 2.5 million tons of crude oil per annum.
21.	M/s. Cominco Binani Zinc Ltd.	(1) Shri Govardhanadas Binani; (2) Shri Ghan-shyamdas Binani ; and (3) Shri Raj Kumar Bagri, Principal Directors.	Always	99.00	—	10.00	—	—	—	102.43	For financing the Company's scheme of putting up a zinc smelter for the manufacture of 12,000 tonnes of zinc per annum and bye-products viz. sulphuric acid and cadmium.
22.	M/s. Premior Cable Ltd.	Shri H.M. Periwal, Managing Director.	Karukutty Distt. Ernakulam.	50.00	—	3.00	2.00	—	—	—	For financing the Company's scheme of setting up a factory for undertaking the manufacture of house wiring cables and plastic insulated cables.
MADHYA PRADESH											
23.	M/s. Binod Mills Co. Ltd.	1. Shri Lalchand B. Sethi ; 2. Shri B.K. Sethi; and 3. Shri T. K. Sethi, Managing Directors.	Ujjain	25.00 (Addl)	—	—	—	—	—	—	For financing the increased cost of the Company's scheme of setting up a cotton textile mill with a complement of 19,360 spindles and 380 looms.

APPENDIX 'B'—*contd.*

1	2	3	4	5	6	7	8	9	10	11	12
<b>MADHYA PRADESH—<i>contd.</i></b>											
24.	M/s Leiner-Knit Gelatine Co Ltd	M/s. Saran & Co, Proposed Managing Agents.	Sondhi near Jabalpur	—	0 87 (in DM )	—	—	—	—	—	To finance the import of fine film dryer equipment from West Germany in connection with the Company's scheme for setting up a new factory for the manufacture of gelatine and its bye-products.
25.	M/q Nimar Textiles Ltd.	M/s Nav Agency Pvt. Ltd., Proposed Managing Agents.	Khandwa, Distt. Nimar	70.00	—	5.0	2 00	—	—	—	For financing the Company's scheme of putting up a new cotton textile spg mill of 25,000 spindles.
26.	M/s Shama Forge Co. Ltd.	M/s. B K. Khanna Co. (P) Ltd, Proposed Managing Agents.	Bhopal.	3.06 (in U.S. \$)	23 34	2 50	7 50	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 5000 tons of forgings from mild and alloy steel
<b>MADRAS</b>											
27.	M/s. Aruna Sugars Ltd	M/s Essillan & Co Proposed Managing Agents	Pennadam Distt. South Arcot.	—	—	10 00	10 00	—	—	—	For financing the Company's scheme of setting up a sugar factory with a crushing capacity of 1,200 tons per day
28.	M/s Chettinad Cement Corporation Ltd	M/s. Chettinad Agencies, Proposed Managing Agents.	Puliyur	75.00 (in DM)	55 00	25.00	15 00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of cement with an installed capacity of 600 tons per day.
29.	M/s General Motors & Measurement Ltd.	Shri E V Ganapati Iyer & Shri V Venugopal, Principal Directors.	Ambattur	—	6 38 (in French Francs)	—	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of various electrical measuring instruments.
30.	M/s Jeewanlal (1929) Ltd	Shri H.K. Shah, Managing Director	Tiruvottiyur	—	72.31 (in U.S. \$)	5 00	5 00	—	—	—	For financing the Company's scheme of setting up a factory for rolling of aluminium ingots into aluminium sheets and circles with an installed capacity of 3,860 metric tons per annum
31.	M/s. Indian Graphic Arts & Equipment Co Ltd	M/s. Ramakrishna Machinery Corp Pvt Ltd, Proposed Managing Agents	Village Chundakamuthur, near Coimbatore	—	30.00 (in DM )	—	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of printing machines for newspapers.
32.	M/s Lakshmi Machine Works Ltd.	M/s G. Kuppuswamy Naidu & Co, Managing Agents.	Porianal-ckenpalayam, Distt Coimbatore	—	—	20 00	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of textile machinery
33.	M/s Madras Aluminum Co. Ltd	M/s Salcoe & Co, Managing Agents	Mettur Dam, Salem Distt	100.00	—	—	—	—	—	—	For financing the increased cost of the Company's scheme of setting up a plant for the manufacture of 10,000 tons of aluminium metal per annum
34.	M/s Sri Rama-krishna Steel Industries Ltd	M/s Sri Ranga & Co, Managing Agents	Village Karamada, Coimbatore Distt.	48.00	—	—	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of steel castings with a capacity of 4,800 tons per annum.

APPENDIX 'B'—*Contd.*

1	2	3	4	5	6	7	8	9	10	11	12
<b>MAHARASHTRA</b>											
35	M/s Tempo Ltd	Bajaj Shri N K Firodia, Managing Director	Akurdi, Taluk Havali, Distt. Poona	24 30 (in D.M.)	25.70	—	—	—	—	—	For financing the Company's scheme for expanding the manufacture of 3 wheelers, tempo transporters from 1,000 to 4,500 nos p.a. and also its undertaking the manufacture of 4 wheelers tempo viking delivery vans within the expanded capacity.
36	M/s. Bharat Forge Co Ltd.	M/s. Kalyani Industries, Managing Agents.	Village Mundhwa, Distt Poona.	—	—	20.00	20.00	—	—	—	For financing the Company's scheme for setting up a plant to produce 6,000 tons (on single shift) of closed die forgings and setting up a finishing shop to machine 16,000 crank shafts.
37	M/s Sterling Steel Co. of India Ltd	Firth M/s Pax Corporation, Proposed Managing Agents	Thana, Bombay	7 96 (in U.S.S.)	22.04	5.00	—	—	—	—	For financing the Company's scheme for setting up a factory for the manufacture of 300 tons p.a. of high speed tool steel and 300 tons p.a. of constructional steel.
38	M/s Glass Carboys & Pressed Wares Ltd	Sri Ramlal Rammurjan Jhunjhunwala, Chairman	Amber-nath, Kalyan Taluk, Distt Thana.	—	—	7.50	2.50	—	—	—	For financing the Company's scheme of setting up a new factory for the manufacture of 5 gallon carboys with a licensed capacity of 4,200 tons per annum.
39.	M/s. Hoist-O-Mech. Ltd.	Shri Dewanimal Hardasmal Hiranandani, Chairman.	Muland, Bombay	—	—	7.00	5.00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 1,200 electric hoist-Block, 60 diesel or battery operated fork lift trucks and 360 geared motors p.a
40	M/s. Kamani Metals & Alloys Ltd.	M/s. Kamani Bros. Pvt., Ltd., Managing Agents.	Agra Road, Addl) Kurla, Bombay.	41 00	—	—	—	—	—	—	For financing the Company's scheme of diversification of its products viz. manufacture of thinner gauge materials like spring brass, nickel silver, roofing materials and in heavy coil weights, and to increase production from 6,000 tons to 8,000 tons p.e. annum.
41.	M/s. Khandelwal Ferro Alloys Ltd.	M/s. Khandelwal Industries Pvt. Ltd., Managing Agents.	Kanhan, Tehsil Ramtak, Distt : Nagpur.	77.40	—	—	—	—	65.56	—	For financing the Company's scheme of setting up a factory for the manufacture of 48,000 tons of black and galvanized steel pipes per annum.

## APPENDIX 'B' (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
<b>MAHARASHTRA (Contd.)</b>											
42.	M/s. Kirloskar Oil Engines Ltd.	M/s. Kirloskar Sons & Company, Managing Agents.	Kirkee, Poona.	41·89 (Addl.)	23·59 (in U.S. \$) 33·52 (in D.M.)	—	—	—	—	—	For financing the Company's scheme of expansion for—  (a) The manufacture of RA series of oil engines, (b) The setting up of a bearings strip making plant, (c) Increase in the production of bi-metal thin walled bearings required for engines, and (d) Balancing equipment for the manufacture of other types of engines.
43.	M/s. Krishna S. S. K. Ltd.	Shri J. K. Bhosala, Chairman.	Shenoli Railway Station, Distt. Satara.	20·00 (Addl.)	—	—	—	—	—	—	For financing the expansion of the crushing capacity from 1000 to 1250 tons of sugarcane per day.
44.	M/s. Lokamanya Mills Barsi Ltd.	Shri B. P. Sulakhe, Managing Director.	Barsi, Distt. Sholapur	15·00 (Addl.)	—	—	—	—	—	—	For financing the Company's scheme for the installation of 4440 additional cotton spindles.
45.	M/s. Mahindra Ugino Steel Co. Ltd.	Shri K. C. Mahindra, Chairman.	Khopoli, Distt. Kolaba.	—	—	5·00	5·00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 18,000 tons per annum of alloy constructional steel & case hardening steel.
46.	M/s. Mohatta & Heckel Ltd.	M/s. Mohatta Sales Ltd., Proposed Managing Agents.	Khopoli, Distt. Kolaba.	—	—	10·00	5·00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 5400 tons of high carbon steel wires and 3600 tons of wire ropes per annum.
47.	M/s. Nepa Chemicals Ltd.	M/s. V. C. S. Corporation Pvt. Ltd., Managing Agents	Ballarpur, Distt. Chanda.	40·00	—	—	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 5000 tons of caustic soda and 4200 tons of chlorine per annum.
48.	M/s. Ogale Glass Works Ltd.	M/s. S. P. Ogale & Co., Managing Agents.	(i) Ogalevadi, Distt. (Addl.) North Satara. (ii) Pimpri Distt. Poona.	7·50	—	—	—	—	—	—	Partly for meeting the increased capital expenditure on the Company's scheme for setting up a factory at Pimpri for the manufacture of glass carboys and other pressed wares and partly for effecting certain improvements at its Ogalevadi works.
49.	M/s. Pulgaon Cotton Mills Ltd.	M/s. Hardayal & Sons, Managing Agents.	Pulgaon.	2·50 (Addl.)	—	—	—	—	—	—	For renovation and modernization of its existing mill.

## APPENDIX 'B' (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
MAHARASHTRA (Concl.)											
50.	Shah Construction Co. Ltd.	Shri H. J. Shah, Managing Director.	Bombay.	—	12.35 (in French Francs)	—	—	—	—	—	For financing the Company's proposal to import an E. D. F. 55" super-type boring machine from France required for its construction work.
51.	M/s. West India Chemicals Ltd.	M/s. Ramkumar Shewchandray & Sons Pvt. Ltd., proposed Managing Agents.	Proposed factory Loni-kalbhor Taluk Haveli. Existing factory Kharadi Distt. Poona.	25.00	—	2.50	5.00	—	—	—	For financing the Company's scheme of setting up a new factory for the manufacture of sulphuric acid & superphosphate with an installed capacity of 16,500 and 22,000 tons per annum respectively.
MYSORE											
	M/s. Alembic Glass Industries Ltd.	M/s. Nishechi Services, Managing Agents.	Existing factory Baroda Proposed factory Bangalore	60.00	—	—	—	—	—	—	For financing the Company's scheme of setting up a new factory at Bangalore for the manufacture of bottles and vials with an installed capacity of 12,000 tons per annum.
52.	M/s. Bellary Spg. & Wvg. Co. Ltd.	Sh. G. Sitarama Reddy, Managing Director.	Bellary	25.00	—	—	—	—	7.17	—	For financing the Company's scheme of setting up a cotton spinning mill with 12,320 spindles.
53.	M/s. Davangere Cotton Mills Ltd.	M/s. R. Hanumanthappa & Sons, Managing Agents.	Existing factory Davangere Proposed Gadag, District Dharwar	—	14.54 (in D. M.)	—	—	—	—	—	For financing the cost of imported machinery for— (a) Renovation of the newly acquired old mill at Gadag of 12,000 spindles; (b) Transferring from Gadag and commissioning at Davangere the 218 looms that formed part of the mill at Gadag; (c) Renovation and modernisation of the existing spinning mill at Davangere; and (d) Installation of 500 automatic looms at Davangere under the Export Promotion scheme of the Govt. of India and to expand the bleaching and finishing sections.
54.	M/s. Deepak Insulated Cable Corporation Ltd.	Shri Anantrai Prataparai Mehta, Managing Director	Yaswantpur. Bangalore	—	—	5.00	—	—	—	—	For financing the Company's Scheme of setting up a factory for the manufacture of : (a) double & triple paper covered copper wires and strips with an installed capacity of 200 tons p.a. on single shift basis; and (b) enamelled covered copper wires with an annual capacity of 650 tons.

**APPENDIX 'B' (Contd.)**

1	2	3	4	5	6	7	8	9	10	11	12
55.	M/s. Gauribidanur S. S. K. Ltd.	Shri K. H. Venkatareddy, Chairman	Gauribidanur, Distt. Kolar	90.00	—	—	—	—	—	—	For setting up a sugar factory with an installed crushing capacity of 1200 tons of sugarcane per day.
56.	M/s. Kirloskar Electric Co. Ltd.	M/s. Kirloskar Associaecs Managing Agent Bangalore.	Rajajinagar, Bangalore.	—	25.89 (in DM) 12.95 (in U.S Dollars)	—	—	—	—	—	For financing the Company's scheme to import plant and equipments for :—
											(i) Expansion of the manufacture of Transformer from 1,75,000 KVA per annum to 4,00,000 KVA per annum and also to take up the manufacture of Transformers upto 20,000 KVA and voltages upto 132 KV ;
											(ii) manufacture of D. C. motors geared motors and generators on a regular production basis so as to achieve the licenced capacity of 2400 units per annum.
											(iii) Modernisation of foundry.
57.	M/s. Mysore Electro Chemical Works Ltd.	Shri K. Neelakanta Iyer, Managing Director	Rajajinagar, Bangalore	—	—	10.00	—	—	—	—	For financing the Company's scheme of expansion aimed at increasing the production of automobiles, heavy duty traction, air craft, and stationary batteries.
											ORISSA
58.	M/s. Bhaskar Textile Mills Ltd.	Shri Surajmal Mohta, Proposed Managing Director	Jharsuguda, Distt. Sambalpur	—	—	3.00	2.00	—	—	—	For financing the Company's scheme of setting up a cotton spinning mill of 15,000 spindles.
59.	M/s. Indian Metals & Ferro-Alloys Ltd.	Shri B.D. Panda Managing Director.	Theruvali, Rayagada, Koraput Distt.	—	—	10.00	5.00	—	—	—	For financing the Company's scheme of setting up a plant for the manufacture of 7500 tons of ferro silicon.
											PUNJAB
60.	M/s. Atlas Cycle Industries Ltd.	Shri Bishamber Das Kapur, General Manager.	Sonepat, Dist. Rohtak	—	4.50 (in DM)	—	—	—	—	—	For financing the import of equipment for the Tool Room for the modernization of the company's existing cycle plant.
61.	M/s. Bharat Steel Ltd.	Shri Raunaq Singh Managing Director.	Ganaur Tehsil Sonepat, Distt. Rohtak	36.10	93.90 (in U.S. Dollars)	5.00	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 36,000 tons of Iron and steel tubes & pipes p.a. on a single shift basis.
62.	M/s. Sikands Ltd.	Shri H. D. Sikand, Managing Director	Faridabad, Distt. Gurgaon	—	—	*8.00	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 1200 tons p.a. of high tensile fasteners (bolts & Nuts) for use in automobiles etc.

\*The underwriting of Rs. 8.00 lakhs sanctioned is for both Equity and Preference shares. The exact amount is to be determined later.

## APPENDIX 'B' (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
<b>PUNJAB (Contd.)</b>											
63.	M/s. Tools & Electricals India Ltd.	Shri H. P. Lohia proposed Managing Director	Farida-bad. Distt. Gurgaon	11.84	4.16 (in U.S. Dollars)	—	—	—	38.88	—	For financing the Company's scheme of setting up a factory for the manufacture of—  (i) tools and dies, (ii) gauges and instruments, and (iii) ignition contacts.
64.	M/s. Usha Spinning & Weaving Mills Ltd.	M/s. Ramakrishnan Kulwant Rai Industries (Pvt.) Ltd., Secretaries & Treasurers.	Badarpur Distt. Gurgaon	40.00 (Addl.)	8.41 (in DM)	—	—	—	—	—	For financing the Company's scheme of expansion for the installation of 13,000 additional spindles and purchase of some balancing equipment for its existing unit with 12,000 spindles;
<b>RAJASTHAN</b>											
65.	M/s. J. K. Synthetics Ltd.	Shri Gopal Krishna Singhania, Chairman	Kotah	—	16.00 (in DM)	—	—	—	—	—	For financing the Company's scheme to raise the installed capacity of synthetic yarn (nylon 6/per ton) from 600/700 Kgs. per day to 1600/1800 Kgs. per day.
66.	M/s. Oriental Power Cables Ltd.	M/s. Somaiya Bharkatiya Pvt. Ltd., Managing Agents.	Cable Nagar, Kotah	20.00 (Addl.)	—	—	—	—	—	—	For financing the increased cost of the Company's scheme of setting up a plant for the manufacture of paper insulated power cables with an installed capacity of 600 miles per annum on two shift basis.
<b>UTTAR PRADESH</b>											
67.	M/s Allied International Products Ltd.	Shri D. N. Sinha, Managing Director.	Hazrat Nagar, Garhi, Dist. Moradabad	30.00	—	2.00	2.00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of aircraft and automobile general standard parts, precision industrial fasteners viz., self tapping screws, high tensile bolts and studs and rivets.
68.	M/s. Girdhar Cotton Mills Ltd.	Secretaries & Treasurers (yet to be decided)	Kanpur	26.50	—	3.00	2.00	—	8.03	—	For financing the Company's scheme of setting up a new cotton textile mill of 12,528 spindles.
69.	M/s. Kanoria Chemicals & Industries Ltd.	M/s. Kanoria Chemicals Ltd. Managing Agents.	Ranukoot, Distt. Mirzapur	25.00 (Addl.)	—	—	—	—	—	—	For financing a part of the increased cost of the company's scheme of setting up an electrolytic caustic soda plant of 50 tonnes per day.
70.	M/s. Madan Industries Ltd.	M/s. Lakshmi Produce Co. Ltd., Proposed Managing Agents.	Hastinapur.	—	—	5.00	5.00	—	—	—	For financing the Company's scheme of setting up a cotton textile spinning mill with 25,192 spindles.

## APPENDIX 'B' (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
---	---	---	---	---	---	---	---	---	----	----	----

## UTTAR PRADESH (Contd.)

71.	M/s. Modi Spinning & Weaving Mills Co. Ltd.	M/s. R. B. Modi-nagar.	—	—	—	—	—	—	111.21	—	For financing the Company's scheme of setting up a new unit for the manufacture of sewing thread and Industrial hosiery yarn at Modi nagar.
72.	M/s. Shama Pistons & Rings Ltd.	Shri B. K. Khanna Managing Agent.	9.03	27.97 (in DM)	—	—	—	—	—	—	For financing the Company's scheme for the setting up of a factory for the manufacture of automobile accessories viz., pistons, piston pins & piston rings.
73.	M/s. Star Paper Mills Ltd.	M/s. Bajoria & Co., Managing Agents.	Saharanpur	—	3.55 (in DM)	—	—	—	—	—	For the import of a Roll Grinding Machine for the grinding of rolls
74.	M/s. Universal Tyres Ltd.	M/s. Birla Bros. (P) Ltd., Secretaries & Treasurers.	Naini, Distt. Allahabad	—	—	7.00	7.00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of 3 lacs pieces each of automobile tyres and tubes.
75.	M/s. U.P. Cooperative Spg. Mills Ltd.	Shri M. Samiuddin, I.A.S., President.	Etawah	—	—	—	—	—	0.78 (Addl)	—	For financing the additional amount of guarantee for deferred payments already sanctioned by the Corporation in connection with the Society's scheme of setting up a cotton textile mill of 12,320 spindles.

## WEST BENGAL

76.	M/s. Aluminium Corp. of India Ltd.	M/s. J. K. Industries Pvt. Ltd., Managing Agents.	Jay Kay-nagar	—	—	—	—	—	1.02	—	For financing the additional amount of interest arising out of postponement of the third and fourth instalments of deferred payments guaranteed by the Corporation.
77.	M/s. Aluminium Corporation of India Ltd.	M/s. J. K. Industries Pvt. Ltd., Managing Agents.	Jay Kay-nagar, near Asansol	30.00 (Addl.)	—	—	—	—	—	—	For financing a part of the increased cost of the Company's scheme of expansion for increasing the capacity for the production of alumina, aluminium ingots, rolling of ingots into sheets and setting up of fabrication facilities including production of extrusions, manufacture of ACSR cables and aluminium foils.
78.	M/s. Apeejay Structural Ltd.	Shri Jit Paul, Sh. Suraj Paul and Sh. Surendra Paul, Principal Directors.	Rajbandh, Distr. Burdwan	45.00	—	—	—	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of steel structurals with an annual installed capacity of 12,000 tons.

## APPENDIX 'B'—contd.

1	2	3	4	5	6	7	8	9	10	11	12
WEST BENGAL—contd.											
79.	M/s. Binani Metal Works Ltd.	Shri Ghanshyamdas Bina-ni, Managing Director.	Shibpur, Howrah Distt.	—	5·20 (in DM.)	—	—	—	—	—	For financing the cost of imported equipment for improving the efficiency of Dies & Small Tools Division.
80.	M/s. General Tyres Ltd.	M/s. National Rubber Manufacturers Ltd., Managing Agents.	Kankinarrah, Distt. 24-Parganas.	40·00 (Addl.)	—	—	—	—	—	—	For financing the increased cost of the Company's scheme of putting up a factory for the manufacture of 1·80 lac each of tyres and tubes per annum.
81.	M/s. Graphite India Ltd.	M/s. Bangur Bros. Ltd., Proposed Secretaries & Treasurers.	Durgapur	—	116·00 (in U.S. Dollars)	—	5·00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of graphite electrodes, anodes and miscellaneous carbon products with a capacity of 5000/6000 tons p.a.
82.	M/s. Hindustan National Glass Mfg., Co. Ltd.	Shri O. M. Somany, Managing Director.	(i) Rishra, Calcutta (ii) Bahadurgarh.	9·00 (Addl.)	—	—	—	—	—	—	For financing the import of one IS glass making machine from U.S.A. with a view to replace an existing LA machine which had become outdated.
83.	M/s. Hindustan National Glass Mfg., Co. Ltd.	Shri O. M. Somany, Managing Director.	(i) Rishra, Calcutta (ii) Bahadurgarh.	—	1·05 (DM)	—	—	—	—	—	For financing the import of one monfort Automatic Chucking Machine for the production of neckrings and blank and blow moulds for penicillin vials.
84.	M/s. Industrial Plants Ltd.	M/s. Birla Gwalior Pvt. Ltd., Secretaries & Treasurers.	Andul, Calcutta	—	—	6·00	4·00	—	—	—	For financing the Company's scheme of setting up a factory for the manufacture of Turret Lathes Model 3A and 4A and relative tools.
85.	M/s. National Rubber Mfrs. Ltd.	Shri K. N. Mookerjee, Managing Director.	Chingri-ghatta, Calcutta	30·00 (Addl.)	—	—	—	—	—	—	For financing the Company's expansion scheme for increasing the production of bicycle tyres, V Belts & fan belts and to undertake the manufacture of new items viz., reclaimed rubber with an installed capacity of 1200 tons & PVC fire resistant conveyor beltings.
86.	M/s. Window Glass Ltd.	Shri B. L. Kheruka, Proposed Managing Director.	Bansberia, Distt. Hooghly	15·00 (Addl.)	—	—	—	—	—	—	For financing a part of the increased cost of the Company's scheme of setting up a glass factory with an annual installed capacity of 140 lacs sq. ft. of wire & figured glass of 3 m.m. thickness.

## APPENDIX 'B' (Concl.)

1	2	3	4	5	6	7	8	9	10	11	12
<b>DELHI</b>											
87.	M/s. Ajudhia Textile Mills Ltd.	(i) Sh. C. K. Azadpur Kejrewal (ii) Sh. I. K. Kejrewal, Principal Directors.	—	—	—	—	—	0·04	—	For financing the increase in the amount of guarantee for deferred payments already sanctioned by the Corporation in connection with the Company's scheme of installation of 4676 additional spindles in their existing cotton textile mill.	
<b>ANDAMANS AND NICOBAR ISLANDS</b>											
88.	M/s. Andaman Timber Industries Ltd.	Sh. B. K. Khaitan, & Shri A. K. Bose, Managing Directors.	(i) Kasi-pur near Calcutta. (ii) Ganipur near Behala, Distt. 24-Parganas. (iii) Port Blair, Andaman (Andamans & Nicobar Islands)	8·00 (Addl.)	—	—	—	—	—	For financing the Company's scheme of increasing the production of tea-chests and commercial plywood from about 11 million sq. ft. to 16·5 million sq. ft.	
Amounts sanctioned by way of reallocation and/or conversion of loans in Rupee/Foreign Currencies sanctioned during the previous years.											
				2·50	41·99	—	—	—	—	—	—
				1707·58	804·19	385·93	155·00	—	272·25	502·43	

## APPENDIX 'C' (i)

## ANALYSIS OF THE NET FINANCIAL ASSISTANCE SANCTIONED FOR VARIOUS TYPES OF INDUSTRIES AS PER THE INTERNATIONAL STANDARD INDUSTRIAL CLASSIFICATION OF ALL ECONOMIC ACTIVITIES AS ON THE 30TH JUNE, 1964 (After Adjustment of Cancellations/Withdrawals)

(Lakhs of Rupees)

Type of Industry	No. of units	Loans	Amount			Total	% of the whole
			Guarantees for deferred payments on machinery & for foreign loans	Underwritings	Total		
Food Manufacturing Industries except Beverage Industries							
—Sugar .....	69	4,227·75	—	35·00	4,262·75	22·3	
Manufacture of Textiles—Spinning Weaving and Finishing of Textiles .....	47	1,891·73	368·81	64·50	2,325·04	11·8	
Manufacture of Artificial Fibres .....	6	381·98	—	31·00	412·98	2·1	
Manufacture of Wood & Cork except Manufacture of Furniture .....	4	111·00	—	—	111·00	0·6	
Manufacture of Paper and Paper Products .....	16	1,044·21	452·89	100·00	1,597·10	8·1	
Manufacture of Rubber Products .....	5	339·00	39·62	34·00	412·62	2·1	
Manufacture of Basic Industrial Chemicals including Fertilisers .....	15	1,200·31	554·07	98·75	1,853·13	9·4	
Manufacture of Vegetable & Animal Oil & Fats .....	3	38·00	—	—	38·00	0·2	
Manufacture of Miscellaneous Chemical Products .....	11	384·45	—	32·50	416·95	2·1	
Manufacture of Glass & Glass Products .....	12	358·47	—	10·00	368·47	1·8	

APPENDIX "C"(i) (*Continued*)

(Lakhs of Rupees)

Type of Industry	No. of units	Amount				Total	% of the whole
		Loans	Guarantees for deferred payments on machinery and for foreign loans	Under-writings			
Manufacture of Pottery, China & Earthenware .. .	10	332·10	—	15·00	347·10	1·7	
Manufacture of Cement .. .	12	874·00	—	60·89	934·89	4·7	
Basic Metal Industries—							
Iron and Steel .. .	4	203·00	—	30·00	233·00	1·1	
Non-Ferrous Metals .. .	5	602·00	1,431·33	130·00	2,163·33	11·0	
Manufacture of Metal Products except Machinery & Transport Equipment .. .	33	1,124·67	126·81	186·50	1,437·98	7·3	
Manufacture of Machinery except Electrical Machinery ..	12	432·39	—	42·00	474·39	2·4	
Manufacture of Electrical Machinery, Apparatus, Appliances and Supplies .. .	27	579·36	—	102·50	681·86	3·4	
Manufacture of Rail-Road Equipment .. .	3	70·00	—	—	70·00	0·3	
Manufacture of Motor Vehicles and Ancillaries .. .	10	352·93	26·95	80·00	459·88	2·3	
Manufacture of Bicycles .. .	3	126·00	—	—	126·00	0·6	
Miscellaneous Manufacturing Industries .. .	9	65·40	—	—	65·40	0·3	
Electric Light and Power .. .	2	43·00	—	—	43·00	0·2	
Electricity, Gas & Steam .. .	6	109·28	—	—	109·28	0·6	
Mining & Quarrying—							
(i) Coal .. .	3	82·00	—	—	82·00	0·4	
(ii) Stone Quarrying-Minerals .. .	1	—	—	10·00	10·00	0·1	
(iii) Petroleum & Natural Gas .. .	1	—	—	*350·00	350·00	1·7	
Hotel Industry .. .	5	144·74	147·00	—	291·74	1·4	
	334	15,117·77	3,147·48	1,412·64	19,677·89	100·0	

\*Includes direct subscription of Rs. 182·00 lakhs.

## APPENDIX 'C' (ii)

STATE/TERRITORY-WISE DISTRIBUTION OF NET FINANCIAL ASSISTANCE SANCTIONED AS ON THE 30TH JUNE 1964 (*After Adjustment of Cancellations/Withdrawals*)

(Lakhs of Rupees)

State/Territory	No. of units	Amount				Total	% of whole
		Loans	Guarantees for deferred payments on machinery and for foreign loans	Under-writings			
Andhra Pradesh .. .	25	949·96	433·42	27·89	1511·27	7·7	
Assam .. .	7	292·87	—	50·00	642·87	3·3	
Bihar .. .	19	919·20	236·00	31·00	1186·20	6·0	
Gujarat .. .	25	1114·89	57·26	88·25	1260·40	6·5	
Kerala .. .	10	791·00	102·43	15·00	908·43	4·6	
Madhya Pradesh .. .	5	234·27	26·05	22·00	282·32	1·4	
Madras .. .	36	1857·25	755·00	270·00	2882·25	14·7	
Maharashtra .. .	68	2971·80	150·37	278·00	3400·17	17·3	
Mysore .. .	25	1125·64	214·26	23·00	1362·90	6·7	
Orissa .. .	10	530·15	149·13	70·00	749·28	3·8	
Punjab .. .	22	927·93	54·73	26·50	1009·16	5·1	
Rajasthan .. .	7	459·37	450·00	13·00	922·37	4·7	
Uttar Pradesh .. .	28	1172·66	161·97	45·50	1380·13	7·0	
West Bengal .. .	42	1642·16	288·84	47·50	1978·50	10·1	
Delhi .. .	3	82·62	62·40	5·00	150·02	0·8	
Andamans & Nicobar Islands .. .	1	11·00	—	—	11·00	0·1	
Pondicherry .. .	1	35·00	5·62	—	40·62	0·2	
	TOTAL	334	15117·77	3147·48	*1412·64	19677·89	100·0

\*Includes direct subscription of Rs. 182·00 lakhs.

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**APPENDIX 'D'**

**STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL  
UP TO 30TH JUNE, 1964 IN EACH**

(a) represents loans.

(b) represents guarantees for deferred payments on machinery and for foreign loans.

(c) represents underwritings.

(Lakhs of Rupees)

## **APPENDIX 'D'**

**ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA,  
STATE (After Adjustment of Cancellations/Withdrawals)**

(Lakhs of Rupees)

## APPENDIX 'D' (Contd.)

STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL  
UP TO 30TH JUNE, 1964 IN EACH

(a) represents loans.

(b) represents guarantees for deferred payments on machinery and for foreign loans.

(c) represents underwritings.

(Lakhs of Rupees)

Type of Industry	Andhra Pradesh	Assam	Bihar	Gujarat	Kerala	Madhya Pradesh	Madras	Maharashtra
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
- Non-Ferrous Metals Industry	(a) —	—	—	—	99·00	—	100·00	77·00
	(b) —	—	—	—	102·43	—	662·00	—
	(c) —	—	—	—	10·00	—	120·00	—
	—	—	—	—	211·43	—	882·00	77·00
Manufacture of Metal Products except Machinery & Transport Equipment.	(a) —	27·65	60·00	55·00	—	26·40	120·31	227·61
	(b) —	—	—	22·37	—	—	20·00	65·56
	(c) 10·00	—	5·00	2·00	—	10·00	20·00	117·50
	10·00	27·65	65·00	79·37	—	36·40	140·31	410·67
Manufacture of Machinery except Electrical Machinery.	(a) —	—	—	76·39	—	—	30·00	124·00
	(c) —	—	—	7·00	—	—	20·00	—
	—	—	—	83·39	—	—	50·00	124·00
Manufacture of Electrical Machinery, Apparatus, Appliances, and Supplies.	(a) —	—	12·00	60·00	50·00	—	6·38	64·50
	(c) 5·00	—	—	20·00	5·00	—	25·00	17·00
	5·00	—	12·00	80·00	55·00	—	31·38	81·50
Manufacture of Rail-road Equipment ..	(a) —	—	15·00	—	—	—	—	—
Manufacture of Motor Vehicles, & Ancillaries.	(a) —	—	—	—	—	—	34·00	193·50
	(b) —	—	—	—	—	—	—	26·95
	(c) —	—	—	—	—	—	—	80·00
	—	—	—	—	—	—	34·00	300·45
Manufacture of Bicycles ..	(a) —	—	—	—	—	—	—	—
Miscellaneous Manufacturing Industries	(a) 4·75	—	—	—	—	—	5·00	18·55
Electric Light & Power ..	(a) —	—	—	40·00	—	—	—	—
Electricity, Gas & Steam ..	(a) 15·83	—	15·83	—	—	—	18·30	23·03
Mining & Quarrying—Coal ..	(a) —	—	50·00	—	—	—	—	—
Stone Quarrying—Minerals ..	(c) —	—	10·00	—	—	—	—	—
Petroleum & Natural Gas ..	(c) —	*350·00	—	—	—	—	—	—
Hotel Industry ..	(a) —	—	—	—	—	—	—	64·36
	(b) —	—	—	—	—	—	—	54·74
	—	—	—	—	—	—	—	119·10
	(a) 949·96	292·87	919·20	1,114·89	791·00	234·27	1,857·25	2,971·80
	(b) 433·42	—	236·00	57·26	102·43	26·05	755·00	150·37
	(c) 127·89	*350·00	31·00	88·25	15·00	22·00	270·00	278·00
TOTAL :	1,511·27	642·87	1,186·20	1,260·40	908·43	282·32	2,882·25	3,400·17

No. of Units State-wise

(25)

(7)

(19)

(25)

(10)

(5)

(36)

(68)

\*Includes direct subscription of Rs. 182·00 lakhs.

**ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA,  
STATE (After Adjustment of Cancellations/Withdrawals)**

(Lakhs of Rupees)

Mysore	Orissa	Punjab	Rajasthan	Uttar Pradesh	West Bengal	Delhi	Andamans & Nicobar Islands	Pondicherry	Total	No. of Units
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
—	—	—	136·00 450·00	—	190·00 216·90	—	—	—	602·00 1,431·33 130·00	5
—	—	—	586·00	—	406·90	—	—	—	2,163·33	
—	127·00 — —	146·00 38·88 13·00	—	30·00 4·00	304·70 5·00	—	—	—	1,124·67 126·81 186·50	33
—	127·00	197·88	—	34·00	309·70	—	—	—	1,437·98	
28·00	— —	— —	—	40·00	134·00 15·00	—	—	—	432·39 42·00	12
28·00	—	—	—	40·00	149·00	—	—	—	474·39	
54·84 15·00	— —	65·00 —	190·37 8·00	—	76·27 2·50	5·00	—	—	579·36 102·50	27
69·84	— —	65·00 —	198·37	—	78·77 5·00	—	—	—	681·86	
—	— —	— —	—	—	55·00	—	—	—	70·00	3
2·50	— — —	71·93 — —	—	51·00 — —	— — —	— — —	— — —	— — —	352·93 26·95 80·00	10
2·50	— —	71·93 43·00	— —	51·00 — —	— 83·00	— —	— —	— —	459·88 126·00	3
10·00	— —	10·00 —	— —	5·10 —	12·00 —	— —	— —	— —	65·40	9
—	— —	— —	— —	— —	3·00 —	— —	— —	— —	43·00	2
—	17·15 —	— —	— —	— —	19·14 —	— —	— —	— —	109·28	6
—	— —	— —	— —	— —	32·00 —	— —	— —	— —	82·00	3
—	— —	— —	— —	— —	— —	— —	— —	— —	10·00	1
—	— —	— —	— —	— —	— —	— —	— —	— —	350·00	1
—	— —	— —	— —	— —	32·76 32·78	— —	47·62 59·48	— —	144·74 147·00	5
—	— —	— —	— —	— —	65·54	— —	107·10	— —	291·74	
1125·64 214·26 23·00	530·15 149·13 70·00	927·93 54·73 26·50	459·37 450·00 13·00	1172·66 161·97 45·50	1642·16 288·84 47·50	82·62 62·40 5·00	11·00 — —	35·00 5·62 —	15,117·77 3,147·48 1,412·64	
1362·90	749·28	1009·16	922·37	1380·13	1978·50	150·02	11·00	40·62	19,677·89	
(25)	(10)	(22)	(7)	(28)	(42)	(3)	(1)	(1)		(334)

## APPENDIX 'E'

STATEMENT SHOWING CLASSIFICATION OF NET FINANCIAL ASSISTANCE SANCTIONED BY  
THE INDUSTRIAL FINANCE CORPORATION OF INDIA AS ON 30TH JUNE, 1964

(According to amounts sanctioned for each industrial concern)

(Lakhs of Rupees)

	Co-operatives			Public Limited Companies				Total				
	No. of concerns	Loans	No. of concerns	Loans	Guarantees for deferred payments on machinery and for foreign loans	Under-writings	Total	No. of concerns	Loans	Guarantees for deferred payments on machinery and for foreign loans	Under-writings	Total
(i) Amounts not exceeding Rs. 10 lakhs	—	—	58	186.67	—	173.14	359.81	58	186.67	—	173.14	359.81
(ii) Amounts exceeding Rs. 10 lakhs but not exceeding Rs. 20 lakhs	1	22.50	40	471.99	—	141.00	612.99	41	494.49	—	141.00	635.49
(iii) Amounts exceeding Rs. 20 lakhs but not exceeding Rs. 30 lakhs	2	54.70	31	783.40	3.12	17.50	804.02	33	838.10	3.12	17.50	858.72
(iv) Amounts exceeding Rs. 30 lakhs but not exceeding Rs. 40 lakhs	3	110.00	33	1013.45	22.79	168.00	1206.24	36	1125.45	22.79	168.00	1316.24
(v) Amounts exceeding Rs. 40 lakhs but not exceeding Rs. 50 lakhs	6	*282.45	16	657.81	27.99	57.00	742.80	22	930.31	97.94	57.00	1025.25
(vi) Amounts exceeding Rs. 50 lakhs but not exceeding Rs. 60 lakhs	9	307.25	13	619.63	80.77	15.00	715.40	22	1126.88	80.77	15.00	1222.65
(vii) Amounts exceeding Rs. 60 lakhs but not exceeding Rs. 70 lakhs	8	323.00	7	411.97	32.32	5.00	449.29	15	934.97	32.32	5.00	972.29
(viii) Amounts exceeding Rs. 70 lakhs but not exceeding Rs. 80 lakhs	4	297.50	5	336.33	—	42.00	378.33	9	633.83	—	42.00	675.83
(ix) Amounts exceeding Rs. 80 lakhs but not exceeding Rs. 90 lakhs	20	1795.00	7	587.68	—	10.00	597.68	27	2382.68	—	10.00	2392.68
(x) Amounts exceeding Rs. 90 lakhs but not exceeding Rs. 1 crore	2	194.00	8	763.41	8.85	13.50	785.76	10	957.41	8.85	13.50	979.76
(xi) Amounts exceeding Rs. 1 crore	—	—	41	5506.98	2961.69	† 770.50	9239.17	41	5506.98	2961.69	† 770.50	9239.17
TOTAL :	55	3786.40	259	11341.32	3137.53	1412.64	15891.49	314	15117.77	3147.48	1412.64	19677.89

\*Includes deferred payment guarantee on machinery for Rs. 9.95 lakhs.

† Includes direct subscription of Rs. 350.00 lakhs.

## APPENDIX 'F'

## GENERAL REVIEW OF INDUSTRIES PARTICULARLY IN THE FIELDS IN WHICH THE CORPORATION HAS RENDERED FINANCIAL ASSISTANCE

During the year 1963, the Third Year of the current Plan, fairly steady progress in the industrial field has been maintained. The index of industrial production, with 1956 as base, touched an average of 163.3 during 1963, which shows an increase of 9.2% over the 1962 figure.

There was a substantial increase during the year in the production of aluminium, machine tools, aluminium conductors, paper and paper board, steel castings, power-driven pumps, electric motors, electric lamps, radio receivers, winding wires, paper insulated cables, tyres and tubes (automobile), bicycle tyres, cement and asbestos cement products. Substantial additions to capacity were made in a number of industries, such as sewing machines, electric fans, and power transformers. Manufacture of jute goods and their exports touched record figures during the year 1963. While cotton yarn registered a slight improvement, production of cotton cloth recorded a small decline.

In the field of electrical and light mechanical industries, there was substantial increase in the production of such items as electric lamps, house service meters, ball bearings and typewriters.

The highest priority continued to be given to measures for increasing output of defence-oriented industries. Due to the flexible manufacturing pattern built up in the past in vital lines such as steel, engineering and chemical products, a switch-over towards defence production was possible without much dislocation.

## Sugar

The production of sugar during 1963-64 season is estimated at 26 lakhs tonnes as against the installed capacity of 28.6 lakhs tonnes.

The Corporation has financed 69 sugar units with a total net financial assistance of Rs. 4262.75 lakhs. Of the 69 units, 51 are in the co-operative sector. The production of sugar during 1963-64 crushing season of 40 units which are in production and whose loans were outstanding as on the 30th June 1964 amounted to 6.95 lakhs tonnes representing about 28% of the total production of sugar in the country. The additional cane crushing capacity created in the sugar industry as a result of financial assistance from the Corporation amounts to 66,598 tonnes of sugarcane per day.

## Cotton Textiles

The present installed capacity of the industry is 14.67 million spindles and 2 lakhs looms. There are 514 cotton textile mills, out of which 291 are composite units with a capacity of 11.11 million spindles and 2 lakhs looms and 223 are spinning units with a capacity of 3.56 million spindles. The Third Five Year Plan provides for the installation of additional four million spindles. 5 million spindles had been licensed up to the end of December 1963.

The production of cotton cloth in all sectors during 1963 was of the order of 7299 million metres against 6972 million metres during 1962. Output of yarn during

1963 was 893 million Kgs. as against 860 million Kgs. during 1962.

The Corporation has financed 45 units of this industry with a total net financial assistance of Rs. 2241.04 lakhs. The additional capacity installed in the cotton textile industry as a result of IFC assistance amounts to 6.44 lakhs spindles and 1390 looms.

The production figures during 1963 of 27 units which are in production and whose loans were outstanding on the 30th June 1964 are as follows :

Products	Production (in million)
Cotton yarn of various counts:	44.95 Kgs.
Cotton cloth :	109.99 metres.

#### Woollen Textiles

The installed capacity in the woollen industry is 140,880 worsted spindles, 53,554 woollen spindles and 16,271 shoddy spindles and 3130 powerlooms. Due to the emergency, the industry had to be geared to the production of defence requirements. Efforts are being made to increase the capacity of spinning sector with a view to remove the imbalance between the spinning and weaving sectors. It has also been decided to expand the weaving capacity by the addition of 300 automatic looms. The production of woollen/worsted yarn during 1963 was 23.72 million Kgs. The production of woollen/worsted fabrics during 1963 was 18.1 million metres.

A research institute has been established at Jaipur for improving the breed of Indian sheep and quality of Indian wool. A research institute for the industry is also proposed to be set up at Bombay.

The Corporation has financed 2 units of this industry with a total net financial assistance of Rs. 84 lakhs.

One of the units has since repaid the loan in full. The production of the other unit has been geared to meet the defence requirements.

#### Artificial Fibres

The installed production capacities for art silk yarn (viscose, acetate and nylon yarn) and staple manufacture in the country are 35.24 m. Kgs. and 32 m. Kgs. respectively. The installed capacity of the weaving sector is sufficient to achieve the Third Plan production target of 823 m. metres of rayon and mixed fabrics. The production of rayon filament yarn during 1963 is estimated at 33 m. Kgs. Output of viscose staple fibre spun yarn during 1963 is estimated at 28 m. Kgs. The production of viscose staple fibre during 1963 was estimated at 32 m. Kgs.

The production of art silk fabrics during 1963 was estimated at 648 m. metres.

The Corporation has financed 6 units of this industry with a total net financial assistance of Rs. 412.98 lakhs.

2 of the units which are in production and whose loans were outstanding on the 30th June 1964 produced 3.56 m. Kgs. of rayon during 1963.

#### Wood

The production of tea-chest and commercial varieties of plywood during 1963 was 10.40 m. sq. metres and 10.03 m. sq. metres respectively.

The production of hardboard during 1963 is estimated at 2.59 million sq. meters as against the installed capacity of 2.72 m. sq. metres. With a view to meet the increasing demand of hardboard, the schemes of expansion of two existing units would be implemented during 1964 and the third plant which is being set up at Gauhati would start production by 1965.

The Corporation has financed 4 units for the production of plywood and hardboard. One of the units has not yet gone into production. The production of the other 3 units during 1963 was 1.90 m. sq. metres of plywood and 1.12 m. sq. metres of hardboard.

#### Paper

During 1963 the production of paper and paper board was 462,612 tonnes as compared to 387,638 tonnes during 1962. The installed capacity of the industry has increased to 549,150 tonnes with the completion of the expansion scheme of certain old units and the establishment of new units.

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As regards newsprint, there is only one Newsprint Mill viz., NEPA Mills with a capacity of 30,480 tonnes per year in production at present and its capacity is proposed to be increased to 75,000 tonnes. Besides, two private units with a total capacity of 90,000 tonnes of newsprint per year have been licensed.

In respect of pulp, a target capacity of 1 lakh tonnes and production of 90,000 tonnes per year has been envisaged for the Third Five Year Plan. Seven units for the manufacture of rayon grade pulp, with a total capacity of 276,600 tonnes have been licensed. During 1963 one of these units with a capacity of 54,000 tonnes per year started production of rayon grade pulp from bamboo on an experimental basis.

The Corporation has financed 16 units of this industry with a total net financial assistance of Rs. 1597.10 lakhs. The additional installed capacity set up in the country with the help of Corporation's assistance amounts to 1.58 lakhs tonnes per annum. The production during 1963 of 11 units of this industry which are in production and whose loans were outstanding on the 30th June 1964 amounted to 32,238 tonnes of pulp and 192,177 tonnes of paper and paper boards.

#### Rubber Products

The rubber goods manufacturing industry in India has been able to achieve self-sufficiency in respect of practically all the important items made out of rubber. Apart from 400 smaller units, there are at present seventy-six organised units engaged in the manufacture of a wide range of rubber goods such as tyres and tubes of several kinds, rubber footwear, Vee & Fan belts, railway fittings, automobile rubber components, mechanical and moulded rubber goods, rubber cots, aprons and surgical gloves. The capacity and production of most of the items is adequate to meet the existing requirements of the country leaving scope for the manufacture of only certain specialised items.

During the period under review the production of almost all major items manufactured in the country showed an upward trend.

About 50% of the total requirements of natural rubber is being met from indigenous production and the remaining requirements are met by imports on a limited scale. In order to put the industry on a sound footing, steps have been taken to establish capacity for the manufacture of chief raw materials in the country. A unit with an annual capacity of 30,000 tons for SBR type synthetic rubber is actually in commercial production. There would, however, be need to set up capacity to the extent of about 70,000 tons for two types of general purpose synthetic rubber such as cis. 1 : 4 polybutadiene and cis. 1 : 4 polyisoprene and 20,000 tons per year for butyl rubber to meet the envisaged demand by the end of the Fourth Plan period. Carbon black which is an important raw material for the rubber industry is now being manufactured on a commercial scale.

The Corporation has financed 5 units of this industry with a total net financial assistance of Rs. 112.62 lakhs. Out of the 5 units, 4 units are in production and the 5th unit is under construction.

The figures of production recorded by the four units in the major items during the year 1963 are given below :

Products	Production
Industrial V belts and fan belts ..	763,687 Nos.
Transmission & Conveyor beltings ..	13,18,325 metres.
Hoses (Vacuum and general) ..	19,72,135 Nos.
Cyclo tyres and tubes ..	49,99,986 Nos.
Hose Pipes ..	258,862 Nos.
Auto-parts ..	89,423 Kgs.
Automobile tubes ..	87,898 Nos.
Automobile tyres ..	57,030 Nos.

#### Basic Industrial Chemicals including Fertilisers

Chemical industries maintained a satisfactory level of production and many units registered a significant increase despite the foreign exchange shortage.

The following table shows the production of some important chemicals during 1963 as compared to 1962 :

	(In metric tons)	
	1962	1963
Sulphuric Acid ..	469,467	568,150
Soda Ash ..	222,577	267,760
Caustic Soda ..	124,220	152,283
Bleaching Powder ..	6,272	6,969
Chlorine ..	37,863	44,150
Hydro-Chloric Acid ..	15,731	17,030
Nitrogenous Fertilisers ..	163,785	219,182

The Corporation has financed 15 units of this industry with a total net financial assistance of Rs. 1853.13 lakhs.

Out of the 15 units 7 units are in production. The actual production during 1963 was as under :

<i>Products</i>	<i>Production</i> (in metric tons)
Sulphuric Acid .. . . .	104,272
Soda Ash .. . . .	43,677
Caustic Soda .. . . .	47,910
Bleaching Powder .. . . .	7,704
Chlorine (liquid) .. . . .	6,213
Hydro-Chloric Acid .. . . .	3,702
Nitrogenous Fertilisers .. . . .	152,395

The additional installed capacity set up in the Country with IFC assistance for some of the important chemicals is as under :—

Caustic soda .. . . .	61,800 tonnes p.a.
Chlorine (liquid) .. . . .	21,030 tonnes p.a.
Soda Ash .. . . .	23,100 tonnes p.a.
Sulphuric Acid .. . . .	282,530 tonnes p.a.

#### *Vegetable Oil and Animal Oil & Fats*

The Corporation has financed three units of this industry with a loan of Rs. 38 lakhs. One of the units whose loan was outstanding on the 30th June 1964 produced cotton seed oil, cotton seed cake pellets, groundnut oil, vegetable oil etc.

#### *Miscellaneous Chemical Products*

The Corporation has financed 11 units of this industry with a total net financial assistance of Rs. 416.95 lakhs. The more important products manufactured by 4 units in this group which are in production and whose loans were outstanding on the 30th June 1964 and by certain other borrower concerns which are mainly engaged in other industries but manufacture some products relating to this industry and their production during 1963 are given below :

<i>Products</i>	<i>Production</i>
Titanium Dioxide .. . . .	3,985 Tonnes
Red Lead .. . . .	1,629 "
Soda Bicarb .. . . .	2,217 "
Bleaching Powder .. . . .	7,704 "
Zinc Oxido and Zinc dust .. . . .	668 "
Ferric Alum .. . . .	12,600 "
Paints .. . . .	326,352 litres.
Liquid disinfectant .. . . .	91,976 litres.

#### *Glass and Glass Products*

There was an over-all increase during 1963 in the production of glass, glassware, glass shells, and table and pressed-ware. The estimated production during 1963 is 260,000 tonnes. The quality of glasware has also improved further. Four schemes connected with the manufacture of flat glass were implemented and appreciable progress has been made in the implementation of expansion schemes for laboratory glassware, fibre glass, crystal glass, containerware etc.

12 units of this industry have been financed by the Corporation with a total net financial assistance of Rs. 368.47 lakhs. More important products manufactured by 6 units of this group which have gone into production are sheet-glass, bottles, pressed and lampware etc. Their actual production during 1963 was 1771 tonnes of glassware, 5623 tonnes of glass containers, and 23,202 tonnes of sheet glass. One unit also produced 63,000 sq. metres of figured glass and 30,287 sq. metres of wired glass.

#### *Pottery, China and Earthenware*

There has been appreciable increase in the production of various items of ceramics during 1963 as compared to 1962. The capacity in respect of almost all items however, remained stationary except in respect of stoneware pipes. 7 schemes are in the process of implementation for the manufacture of sanitary wares (capacity 4800 tonnes per year) and high-tension insulators (capacity 6400 tonnes per year).

At the end of 1963 the total capacity licensed for refractories was 1.9 million tones per annum, capable of yielding an annual production of about 1.5 million tonnes of refractories. The actual production however,

was 0.6 million tonnes in 1963 due to the fact that the Third Plan target for steel of 10 million tons (on which the refractory target was based) is not being achieved and this has affected refractory production programme.

The Corporation has financed 10 units of this industry with a total net financial assistance of Rs. 347.10 lakhs. Out of the 10 units 7 are in production. The total installed capacity for refractories set up in the country with IFC assistance is 2.09 lakhs tonnes per annum. The more important products manufactured and the production recorded by them during 1963 were as follows :

<i>Products</i>	<i>Production</i>
Stoneware pipes and fittings .. . . .	5,988 tonnes
Refractories .. . . .	103,492 "
Insulators .. . . .	3,938 "
Crockery (stoneware & earthenware) .. . . .	5,619 "
Cups and saucers .. . . .	3,760 "
Sanitary ware .. . . .	1,220 "
Insulating bricks .. . . .	367 "

#### *Cement*

The Annual capacity of the cement industry has continued to show a steady rise from 9.47 million tonnes at the end of 1961 to 10.29 million tonnes at the end of 1963. The production of cement during 1963 was of the order of 9.39 million tonnes which is about 9% more than the production in 1962. Satisfactory progress has been reported in the implementation of schemes with a total capacity of over 2.5 million tonnes.

The Government of India have decided to set up a public limited company fully owned by the Government called the Cement Corporation of India, designed to further the development of the country's cement industry. The survey, prospecting and proving of cement grade limestone in the country is one of the two principal objectives of the Corporation. The other would be the installation of sufficient capacity for manufacture of cement in the public sector to help achieve the cement production targets of the Fourth Plan. The Corporation's efforts will be directed towards supplementing the activities of the private sector in expanding the cement industry. It will not only assist the growth of the public sector in cement but will also facilitate private investment in the industry.

The Corporation has financed 12 units of this industry with a total net financial assistance of Rs. 934.89 lakhs. The additional capacity installed in the cement industry as a result of the IFC assistance amounts to 19.20 lakhs tonnes per annum. The production recorded by 6 units which are in production and whose loans were outstanding on the 30th June 1964 plus that of 2 units whose main line of production is paper etc., but which also manufacture cement amounted to 1.84 million tonnes.

### BASIC METAL INDUSTRIES

#### *Iron and Steel*

The production of iron and steel during 1962 and 1963 were as under :—

	1962	1963
Pig iron	0.97 million tonnes	1.18 million tonnes
Steel	3.56 million tonnes	4.26 million tonnes

The indigenous production of pig iron has improved but the production is still below demand with the result that the foundries had to work below their capacity.

The indigenous production of steel was also below demand particularly in certain categories such as plates, wires, skelp, tinplates, strips etc.

A new company by the name of Bokaro Steel Limited has been formed to own and operate the project for setting up a 4 million tonnes plant at Bokaro to be built in two stages—1.5 million tonnes in the first stage rising up to 4 million tonnes in the second stage. The plant will produce flat products like sheets, tinplates, heavy plates etc. which are now in short supply.

A contract for the supply of main equipment for Alloy Steel Project, Durgapur with a consortium of five leading Japanese firms was signed in September 1963.

The corporation has financed two projects for the manufacture of alloy and special-steel with a total net financial assistance of Rs. 195 lakhs. These projects are in the construction stage.

The corporation has also financed one unit for the manufacture of ferro-silicon with a financial assistance of Rs. 15 lakhs. This project is also under construction.

One concern engaged in the production of sugar also financed by the Corporation also produces ferro-manganese. It produced 13,876 tonnes of ferro-manganese during 1963.

#### *Non-ferrous Metals*

Production of aluminium increased considerably during the year. Production of virgin aluminium metal during 1963 is estimated at 53,886 tonnes as compared to a production of 35,459 tonnes during 1962.

In regard to zinc, India's first zinc smelter at Udaipur with a capacity of 18,000 tonnes is expected to be completed in 1965. The second zinc smelter at Alwaye, Kerala based on imported concentrates is under construction. It is expected to go into production in 1965-66. A proposal to set up another zinc smelter of 30,000 tonnes capacity, based on imported concentrates is under consideration.

The production of manufactures and semi-manufactures of Non-Ferrous Metals was satisfactory within the limited foreign exchange facilities available for raw materials. In view of the policy of substitution of aluminium in place of copper in the conductor and other industries, production of copper wire rods, copper/brass sheets/circles has been somewhat reduced.

The Corporation has financed 5 units of this industry with a total net financial assistance of Rs. 2163.33 lakhs. Out of the 5 units 2 units fall under aluminium. One unit is in production and the other is under construction. Out of the remaining 3 units 2 are Zinc Smelters which are under construction. One of these units is already producing zinc and lead concentrates and pig lead.

The first unit is engaged in the production of non-ferrous metals and alloys. The production recorded by this unit during 1963 was 5327 tonnes.

The principal products manufactured by the three units which are in production and the production recorded by them in 1963 were as follows :

Products	Production
Aluminium ingots .. .. ..	7,549 tonnes.
Aluminium sheets and circles .. .. ..	2,773 tonnes
Pig lead .. .. ..	3,536 tonnes.
Zinc concentrates .. .. ..	10,627 tonnes.

#### *Metal products except machinery and transport equipment*

There was a substantial increase in production in almost all the industries under this head. Particular mention may be made of items like ball bearings, typewriters, and zip fasteners. Maiden production of data-processing equipment comprising of collators, sorters, accounting machines and calculating punches was started in July 1963. Besides, a few new units have started manufacture of sewing machines, ball and roller bearings, sewing machine components and needles. Some more units have started production of industrial sewing machines—103 K-10 model required in garment factories.

The number of units financed by the Corporation in this category are 33 with a total financial assistance of Rs. 1437.98 lakhs.

The more important products of this industry manufactured by six concerns, whose loans were outstanding on the 30th June 1964 and by three other concerns mainly engaged in other industries were steel bars and rods, steel tubes, wood screws, steel castings, sewing machines, hurricane lanterns, safety stoves, hacksaw blades etc.

The production of one of the units financed by the IFC which is engaged in the manufacture of sewing machines was 273,113 compared to total estimated production in the country of 383,500 during 1963.

#### **MACHINERY EXCEPT ELECTRICAL MACHINERY**

##### *Sugar Mill Machinery*

Indian sugar mill machinery has attained considerable stature in recent years. Value of output of sugar mill machinery stands at present around Rs. 58 million per annum. The present installed capacity of the industry is Rs. 120 million per annum. There are six manufacturing units which can supply complete plants. Besides, several units are engaged in the production of different

items of machinery to sugar mills. Industry is now able to produce high speed centrifugal and heavy duty gear for milling plants.

##### *Textile Machinery*

The present annual licensed capacity of the industry is Rs. 44 crores and the annual production is more than Rs. 18 crores. Plans are under way to increase the capacity of existing units. It is estimated that during the Third Plan period, machinery and spare parts worth about Rs. 203 crores would be produced. The annual production of components/spares/accessories is about Rs. 15 crores. It is expected to increase to Rs. 20 crores by the end of the Third Plan period.

##### *Tea Processing Machinery*

The industry produces practically the entire range of equipment and is making steady progress. It attained the capacity of more than Rs. 2 crores last year.

The value of production at present is Rs. 1.65 crores.

The Corporation has financed 12 units of this industry with a total net financial assistance of Rs. 474.39 lakhs.

The principal products in this group manufactured by 3 concerns whose loans were outstanding on the 30th June 1964 and by another concern engaged in another industry also are revolving flat carding-engines, helds and reeds, oil engines, pistons, tea-machinery, Jute Mill machinery, miscellaneous spares, printing machines etc.

##### *Electrical Machinery*

The production of most of the electrical items showed an encouraging trend. The heavy electrical engineering industries such as transformers, electric motors, switch-gear and control-gear recorded a significant increase in production which exceeded Rs. 31 crores. New types and ranges of equipment have been added. Commendable increase in production was achieved in items like Electric Lamps (20%), Miniature lamps (38.5%), Fluorescent Tubes (15%), Electric fans (2%), Radio Receivers (23%), Storage Batteries (22%), Dry Batteries (15%), House Service Meters (36%), Room Air Conditioners (22%), Domestic Refrigerators (63%) and Measuring Instruments (55%).

The production of Winding Wires, Power Cables, VIR and PVC Cables recorded an increase.

The industries connected with Scientific Instruments, X-Ray and Electro-medical equipment have been rapidly growing. The production of X-Ray and electromedical equipment during 1963 has recorded a seven-fold increase as compared to 1961. There is an all-round increase in the production of Geometry Boxes (12%), Water Meters (25%), Theodolites (20%), Levels (20%), Pressure Gauges (29%) and other items. The Medical instruments industry, though mostly in a formative stage, has made considerable head-way in the manufacture of several items.

The Corporation has financed 27 units of this industry with a total financial assistance of Rs. 681.86 lakhs. The principal products manufactured by 5 units of this industry which are in production and whose loans were outstanding on the 30th June 1964 and the production recorded by them in 1963 were as follows :

Products	Production
Electric Motors .. .. ..	40,853 Nos.
Transformers .. .. ..	1,245 "
Motor batteries .. .. ..	1,51,130 "
Train lighting batteries .. .. ..	27,171 "
P.T. cells, stationery cells etc. .. .. ..	56,170 "
Electric fans .. .. ..	5,80,821 "
House service electric meters .. .. ..	3,16,450 "
Misc. X-Ray Electro Medical equipment	Rs. 31-24 lakhs.

##### *Manufacture of Rail-road equipment*

A target of 33,500 wagons per year has been fixed for the Third Plan. A capacity of 29,273 nos. per annum has been planned. The policy is to bring up the existing firms to the level of 2000 wagons per annum instead of incensing new firms. The actual production in 1963 was 18,960 as against 13,932 in 1962.

3 units of this industry have been financed by the IFC with a total net financial assistance of Rs. 70 lakhs.

The number of wagons manufactured by them in 1963 was 1161.

Two other concerns which are engaged in other industries also produce road rollers and their production during 1963 amounted to 459 road rollers. In addition, one of these concerns also produces miscellaneous railway equipment such as signalling equipment, lever frames, screw couplings as well as animal driven vehicles equipment.

#### *Automobile Industry*

The industry is likely to achieve 90 per cent indigenous content during 1964 in almost all types of automobiles manufactured in the country. Higher trends of production were achieved in respect of a large number of items of automobile ancillary industry. Production of automobile ancillaries in 1963 exceeded Rs. 20 crores as against Rs. 18 crores in 1962. Production of tractors and earth-moving equipment is also increasing.

The Corporation has financed 10 units of this industry with a total net financial assistance of Rs. 459.88 lakhs. 3 units of this industry which are in production and whose loans were outstanding on the 30th June 1964 produced 9275 scooters and 8539 motor cycles and 3-wheelers. The additional capacity for the manufacture of scooters, motor-cycles and 3-wheelers installed in the country with IFC assistance is 27,800 nos. per annum.

#### *Manufacture of Bicycles & bicycle components*

The Corporation has financed 3 units of this industry with a total net financial assistance of Rs. 126 lakhs.

All the three units are in production and manufactured 4.35 lakhs bicycles as also chains, hubs, pedals, spokes, saddles, freewheels, B.B. fittings, headfittings etc. The additional capacity for the manufacture of complete bicycles installed with IFC assistance is 3.40 lakhs bicycles per annum.

#### *Miscellaneous manufacturing industries*

The Corporation has financed 9 units in this group with a total net financial assistance of Rs. 65.40 lakhs. These units are engaged in the manufacture of electroplated goods, industrial cloth, time pieces, starch, processing and printing of motion picture films etc.

Out of the 9 units, the Corporation has realised in full the loans availed of by 5 units. The number of units whose loans were outstanding on the 30th June 1964 was 3. Out of these 3 units one unit is in production.

#### *Electric Power*

The Corporation has financed 2 units of this industry with a total net financial assistance of Rs. 43 lakhs. One of the units has repaid the loan in full.

One concern whose loan is outstanding generated 43.83 million units of electricity during 1963.

#### *Hotel Industry*

There are 186 hotels in the country suitable for foreign tourists with a total bed capacity of 11,732 (7085 rooms). A number of new hotels are under construction. It is expected that by the end of 1965 the bed capacity will increase by another 1,500 beds. The Department of Tourism of the Government of India assists hoteliers in the procurement of essential building materials such as cement, steel etc., installation of telephones and electric connections and also in the import of essential equipments and provisions. Efforts are also being made to make available to the prospective hoteliers suitable sites at reasonable rates. The Government have also taken steps to make available to the hotel industry trained personnel to manage the hotels. Four institutions are at present functioning in Bombay, Delhi, Lucknow and Calcutta to train personnel for the hotel industry. New hotels are exempt from payment of Income Tax, subject to certain conditions, for the next first five years under Section 84 of the Income Tax Act.

The Corporation has sanctioned total net financial assistance of Rs. 291.74 lakhs to 5 units of the hotel industry at New Delhi, Agra and Bombay with a total bed capacity of 1100 beds. One hotel each at Bombay and Agra has started functioning with a bed capacity of 100

& 175 beds respectively. The 3rd hotel at New Delhi is under construction. No progress has yet been made on the construction of the remaining two hotels at Agra and Bombay.

#### *Coal*

Total coal production in the country in 1963 was 66.9 million tonnes as against 61.5 million tonnes in 1962.

The Corporation has financed expansion programmes of 3 collieries with a total net financial assistance of Rs. 82 lakhs. The production of these 3 units in 1963 was 1.31 million tonnes.

#### *Petroleum*

The Corporation subscribed to debenture stock to the extent of Rs. 182 lakhs and underwrote the debenture stock to the extent of Rs. 168 lakhs of a company engaged in prospecting and development of oil fields in Assam.

#### *Electricity, Gas and Steam*

The Corporation has for the first time approved a loan of Rs. 109.28 lakhs to one concern engaged in the manufacture of oxygen gas. The loan has not yet been availed of.

In the previous Annual Reports of the Corporation an appendix was being attached showing the total net financial assistance sanctioned to each industry, the total paid-up capital of the units in each type of industry, the expected total installed capacity after implementation of the schemes financed by the Corporation and their total net sales during the year under review.

On careful consideration it has been felt that this appendix does not serve much useful purpose. Much of the information in the appendix is being given in the Review and elsewhere in the Report. It has, therefore, been decided to discontinue this appendix. The number of units financed by the Corporation in each industry, the net financial assistance sanctioned to these units, the production recorded by them during the year and the installed capacity of such units has been incorporated in the Review as far as possible.

### INDUSTRIAL FINANCE CORPORATION OF INDIA SENIOR OFFICERS OF THE CORPORATION

#### HEAD OFFICE

A. BAKSI .. .. ..	Chairman
D. R. MADHOK .. .. ..	General Manager
C. A. SUBRAHMANYAM .. .. ..	Secretary
S. T. KARNIK .. .. ..	Comptroller
DR. S.C. DHALAKIA .. .. ..	Technical Adviser
C.D. KHANNA .. .. ..	Managers
BALDEV PASRICHA .. .. ..	
L. SITARAMAN .. .. ..	
M. S. NAGRATHA .. .. ..	
T. M. SEN .. .. ..	Chief Law Officer
P. S. GURUNG .. .. ..	Deputy Technical Adviser
B. S. NEGI .. .. ..	Law Officer

#### CALCUTTA OFFICE

R. B. MATHUR .. .. ..	Manager
A. K. GHOSH .. .. ..	Branch Law Officer

#### BOMBAY OFFICE

V V. JOSHI .. .. ..	Manager
L. D. MUNDKUR .. .. ..	Branch Law Officer

#### MADRAS OFFICE

S. N. PATI .. .. ..	Manager
RAVI VARMA .. .. ..	Branch Law Officer

**STATE BANK OF INDIA****Central Office****NOTICE***Bombay, the 22nd October 1964*

In pursuance of Regulation 76(1) of the State Bank of India General Regulations, 1955, the Executive Committee of the Central Board has empowered the incumbents of the undernoted posts to exercise the signing powers specified therein, with effect from the 1st November 1964 :—

- (i) Chief Accountant, Kanpur.
- (ii) Head Assistant, Accounts Department, Kanpur.
- (iii) Second Assistant, Accounts Department, Kanpur.

Consequent upon the redesignation of the post of the Senior Assistant Accountant, Kanpur Branch, as Second Assistant, Accounts Department, Kanpur, the signing powers exercised by the incumbent of the former post will stand cancelled from the 1st November 1964.

By order of the Executive Committee  
of the Central Board

N. A. KRISHNAN  
*Managing Director*

**THE INSTITUTE OF CHARTERED ACCOUNTANTS  
OF INDIA***New Delhi-1, the 6th October 1964*

No. 5-CA(1)/13/64-65—With reference to this Institute's Notification No. 4-CA(1)/12/62-63 dated 21st December 1962, it is hereby notified in pursuance of Regulation 18 of the Chartered Accountants Regulations, 1964, that in exercise of the powers conferred by Regulation 17 of the said Regulations, the Council of the Institute of Chartered Accountants of India has restored to the Register of Members, with effect from the 18th day of September 1964, the name of Shri Damodar Narhar Karandikar, A.C.A., C/o The Bank of India Ltd., 132/136, Robinson Road, Singapore-1, (Membership No. 2752).

*The 9th October 1964*

No. 8-CA(1)/14/64-65—In pursuance of clause (3) of Regulation 10 of the Chartered Accountants Regulations, 1964, it is hereby notified that the Certificates of Practice issued to the following members shall stand cancelled during the period shown against their names, namely :—

Sl. Member- No.	Name and Address	Period dur- ing which the Certifi- cate shall stand can- celled
1. 3938	Shri Ram Narain Garg, A.C.A., Accounts Officer, The Tata Iron & Steel Co. Ltd., JAMSHEDPUR-1. (Bihar).	8-9-1964 to 30-6-1965
2. 5137	Shri Amratlal Maganlal Parekh A.C.A., 17-A 'Jeevanamrut' Swati Society, St. Xaviers, High School Road, AHMEDABAD-14.	6-10-1964 to 30-6-1965

No. 23-AR(1)/E/59—In exercise of the powers conferred under Rule 6 of the Chartered Accountants Students' Association Rules, the Council of the Institute

of Chartered Accountants of India hereby notifies as under :—

Whereas according to rule 34 of the Chartered Accountants Students' Association Rules the Annual General Meeting of the Members of the Eastern India Chartered Accountants Students' Association was required to be held in the month of September 1964.

And whereas due to unavoidable circumstances the Annual General Meeting could not be held in the month of September 1964.

And whereas a difficulty has arisen in giving effect to the provisions of the said Rules.

Now, therefore, the Central Council, under the powers referred to above, directs that the General Meeting of the Members of the Eastern India Chartered Accountants Students' Association be held by 31st December 1964 and that the said meeting be deemed to be properly and validly held.

*The 17th October 1964*

No. 4-CA(1)/11/64-65—In pursuance of Regulation 16 of the Chartered Accountants Regulations, 1964, it is hereby notified that in exercise of the powers conferred by clause (b) of Sub-section (1) of Section 20 of the Chartered Accountants Act, 1949, i.e. at his own request, the Council of the Institute of Chartered Accountants of India has removed from the Register of Members, with effect from the 8th day of October 1964 the name of Shri Thomas Crothers Capey, 3, Monkseaton Drive, Whitley Bay (U.K.) (Membership No. 1524).

No. 8-CA(1)/15/64-65—In pursuance of Clause (3) of Regulation 10 of the Chartered Accountants Regulations, 1964, it is hereby notified that the Certificates of Practice issued to the following members shall stand cancelled during the period shown against their names, namely :—

Sl. Member- No.	Name and Address	Period dur- ing which the Certifi- cate shall stand can- celled
1. 2258	Shri Krishnamurti Swaminathan, F.C.A., 8-A, Srirampur 1st Street, MADRAS-14.	10-9-1964 to 30-6-1965
2. 4565	Shri Krishna Mohan Asthana, A.C.A., Accounts Officer, The Fertilizer Corporation of India Ltd., Sindri Unit, SINDRI, Distt. Dhanbad.	1-3-1964 to 30-6-1964

*The 24th October 1964*

No. 1-CA(1)/64—The following draft of a certain amendment to the Chartered Accountants Regulations, 1964, which it is proposed to make in exercise of the powers conferred by Sub-sections (1) and (3) of Section 30 of the Chartered Accountants Act, 1949 (XXXVIII of 1949), is published for information of all persons likely to be affected thereby and notice is hereby given that the draft will be taken up for consideration on or after the 26th December 1964.

Any objection or suggestion which may be received from any person with respect to the said draft before the date specified will be considered by the Council of

the Institute of Chartered Accountants of India, New Delhi.

In the said Regulations :

For the existing Sub-regulation (4) of Regulation 14, substitute the following :—

"(4) The findings of the Council shall be communicated to the complainant and the respondent."

C. BALAKRISHNAN  
Secretary

#### MINISTRY OF LABOUR AND EMPLOYMENT

Employees' State Insurance Corporation  
Department of Social Security

New Delhi, the 21st October 1964

No. INS.I.22(1)-1/64.—In exercise of the powers conferred by Sub-regulation (1) of Regulation 5 of the Employees' State Insurance (General) Regulations, 1950, I hereby determine that in the areas specified in the schedule given below the first contribution and first benefit periods for Sets A, B and C shall begin and end in respect of persons in insurable employment on the appointed day of midnight of 3rd October 1964 as indicated in the table given below :—

Set	First contribution period		First benefit period	
	Begins on midnight of	Ends on midnight of	Begins on midnight of	Ends on midnight of
A	3-10-1964	30-1-1965	3-7-1965	30-10-1965
B	3-10-1964	27-3-1965	3-7-1965	25-12-1965
C	3-10-1964	28-11-1964	3-7-1965	28-8-1965

(ii) In pursuance of the proviso to Section 47 of the Employees' State Insurance Act, 1948 (34 of 1948), the condition regarding minimum number of twelve contributions payable during a contribution period for entitlement to sickness benefit in the corresponding benefit period is hereby waived for the first contribution period

in respect of the insured persons in the areas specified in the Schedule given below who are allotted Set A and C for whom the first contribution period begins on midnight of 3rd October 1964 and ends on 30th January 1965 and 28th November 1964 respectively.

#### SCHEDULE :

1. Area within the limits of Ahmedabad Municipal Corporation;
2. Villages of Saijpur Bogha, Naroda, Odhav, Kali and Ranip of City Taluka of Ahmedabad District;
3. Villages of Kathwada and Ramol of Daskroi Taluka of Ahmedabad District.

V. N. RAJAN  
Director General

#### OFFICE OF THE REGISTRAR OF COMPANIES

##### PUBLIC NOTICE

##### COPYRIGHT

New Delhi-2, the 9th October 1964

No. F.32-279/63-C.O.—In pursuance of the orders of the Copyright Board dated the 31st July 1964, in case No. 2 of 1964, the entries contained in the Register of Copyrights under the Registration Numbers : A-907/64 to A-910/64, dated 6th January 1964, whereunder the copyright in the four works entitled "Human Physiology (Skeleton)", "Human Physiology (Circulation of Blood)", "Human Physiology (The Structure of the Ear)", and "Human Physiology (Nervous System)" was registered in the names of 1. Shri H. R. Gupta, 2. Shri P. G. Bansal, 3. Shri R. C. Garg, Partners, M/s. Bansal Educational Stores, Block 7, Gali No. 1, 6329 Dev Nagar, Karol Bagh, New Delhi-5, are hereby cancelled.

T. S. KRISHNAMURTI  
Registrar of Copyrights  
Copyright Office  
New Delhi